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*File Copy
Complete Documentation*

November 23, 1990

Mr. Lawrence E. Walsh
Office of Independent Council
Suite 701 West
555 thirteenth Street, N. W.
Washington, D. C. 20004

Re: **Technology Transfer and Weapons Sales to the Iraqi government**, indirectly and directly by U. S. Agencies and the activities of U. S. Intelligence and Enforcement Agencies, their agents and operatives in the cover up of these activities by interference and manipulation of U. S. Enforcement Agency investigations.

Dear Mr. Walsh,

Please be advised that a client of our office, Mr. Robert F. Bickel, Sr. has been in contact with us regarding information and events related to the sale of weapons and the transfer of technology to the Iraqi government both directly and through surrogate operators. This information includes aspects of the financial transactions also.

Mr. Bickel, due to his personal involvement and knowledge of these activities and events and his investigation into other aspects of the operations has compiled extensive and compelling documentation on the activities not only of the Iraqi government and its agents but also the activities of the U. S. Government, it's senior officials, and it's agencies in assisting and supporting the Iraqi acquisitions. This information and documentation includes support of these activities by senior officials in the administration and agencies of our government including Dept. of Agriculture, Dept. of State, Dept. of Commerce, Central Intelligence Agency, Federal Bureau of Investigation - Foreign Counter-Intelligence and U. S. Customs Service in quashing legitimate investigations of these illegal activities and in maintaining the covert nature of these activities by operating to discredit individual citizens, who have come forward to report suspected violations or provide documentation of illegal activities by the Iraqi government and/or it's agents and operatives.

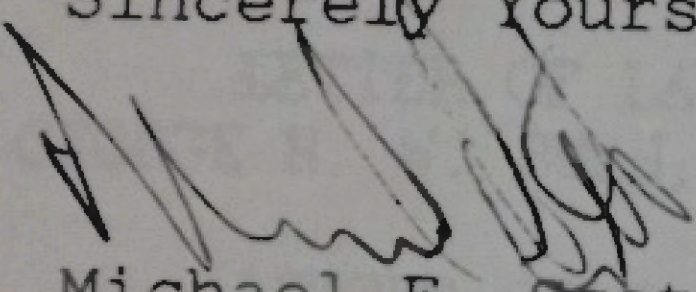
These activities on the part of Senior Officials of the U. S. Government have created an environment of compromise in regard to the integrity of private companies, as we can document

extensively, but more importantly it has presented a very real personal danger to a number of individuals including Mr. Bickel. This is evidenced in specific relation to Mr. Bickel by reference in the attached letter from Marilyn Troubey, Assistant Federal Public Defender for the District of Kansas.

We would hope that you are of the same opinion as we with regard to the sensitive nature of the information that Mr. Bickel has compiled in his investigation and the danger his position represents for his personal safety and that of his family. It is requested that arrangements be made through the authority of the Office of Independent Council for his protection and appropriate arrangements be made to interdict the legal and economic harassment that has prevailed in attempts to maintain the covert nature of these Government activities, in return for his assistance and cooperation with your office.

Attached please find copies of selected excerpts of documents for your review and validation. Your attention to this very pressing and important matter is greatly appreciated.

Sincerely Yours,


Michael F. Scott

enclosures:

INVENTORY OF ATTACHMENTS
CORRESPONDANCE TO
LAWRENCE WALSH, INDEPENDANT COUNCIL
OFFICE OF INDEPENDANT COUNCIL

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WALSH, INDEPENDANT COUNCIL DATED 10/25/89

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COUNSEL TO THE PRESIDENT, 10/31/89

6. FBI FILE NO. 199 - 41

PALESTINE LIBERATION ORGANIZATION - TERRORIST INVESTIGATION

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OLAF PALM - ASSINATION INFORMATION

ROBERT F. BICKEL, SR.

**CHRONOLOGY OF ASSOCIATION
AND INVOLVEMENT WITH THE
INTELLIGENCE AND ENFORCEMENT COMMUNITY**

DATE: NOVEMBER 13, 1990

1972 - BICKEL FIRST BECAME ASSOCIATED AS ASSET OF U. S. CUSTOMS IN GALVESTON, HOUSTON AND THE TEXAS GULF COAST REGION WORKING WITH KENNETH C. BRUMFIELD AND HULEN T. RIGGSBY. ACTIVITIES INVOLVED INTELLIGENCE ON NARCOTICS RELATED CASES DOMESTICALLY AND IN RELATION TO MEXICO AND SOUTH AMERICA.

CONFIRMATION SOURCE:

KENNETH C. BRUMFIELD, U. S. CUSTOMS
HULEN T. RIGGSBY, U. S. CUSTOMS

1975 - ACCEPTED ASSIGNMENT STATIONED IN LIMA, PERU, S. A. WITH THE LATIN AMERICAN DIV. OF OIL AND GAS RELATED SERVICE COMPANY AS AN ENGINEER. RESPONSIBILITIES INCLUDED LOGISTICS PLANNING AND SECURITY RESPONSES FOR SECONDARY SUPPLY BASES. AREAS OF OPERATION WERE THE NORTHERN AMAZON JUNGLE REGION AND THE SOUTHERN JUNGLE 50 MILES NORTH OF THE BOLIVIAN BORDER. ASSIGNMENTS REQUIRED WORKING IN CLOSE RELATIONSHIPS WITH PROPRIETARY AGENCY AIR SUPPORT ORGANIZATIONS.

CONVERSATIONS WERE HELD BY **CENTRAL INTELLIGENCE AGENCY** PERSONNEL WITH REGARD TO UTILIZING BICKEL AS A TECHNICAL ASSET. THE QUESTION WAS RAISED AS TO THE REACTION THAT MIGHT BE EXPECTED IF TOTAL DISCLOSURE OF THE ACTIVITIES PROPOSED WERE NOT PROVIDED TO BICKEL. THE DECISION WAS MADE THAT IF TOTAL DISCLOSURE WAS NOT MADE BICKEL WOULD DEVELOP SCENARIOS THAT WOULD PROVIDE A TOTAL PERSPECTIVE OF POTENTIAL ALTERNATIVES. A DECISION WAS MADE BY AGENCY PERSONNEL PRESENT TO UTILIZE BICKEL WITHOUT HIS KNOWLEDGE TO DEVELOP INFORMATION AS IT WAS NEEDED.

CONFIRMATION SOURCE:

RICHARD J. BRENNEKE, CONTRACT CIA EMPLOYEE
UNNAMED DOMESTIC INDIVIDUAL

1976 - ASSIGNMENT WAS OFFERED AS ENGINEERING CONSULTANT TO PEMEX IN MEXICO CITY BY **DRIL DE MEXICO**. ACTIVITIES REQUIRED TESTING AND DEVELOPMENT OF PROCEDURES AND METHODS FOR BLENDING OF INVERTED OIL EMULSION DRILLING FLUIDS AND THE DESIGN OF TRANSPORTABLE MIXING EQUIPMENT FOR USE IN REMOTE AREAS.

DRIL DE MEXICO WAS OWNED BY JESUS DE SILVA WHO WAS ESTABLISHED BY THE **CENTRAL INTELLIGENCE AGENCY** AS AN **ASSET** FOR THE PURPOSE OF LAUNDERING DRUG MONEY IN THE EARLY 1970'S AND WAS PROVIDED WITH A GU-2 AND A LEAR 23 WITH REFITTED WING KITS. IT IS SUSPECTED THAT DE SILVA WAS WORKING BOTH ENDS OF THE EQUATION. RECENT DISCUSSIONS WITH OTHER INTELLIGENCE COMMUNITY PERSONNEL HAS INDICATED THAT THE ULTIMATE USE OF THE **METHODS AND PROCEDURES** DEVELOPED FOR DRIL DE MEXICO WHILE IN PEMEX LABS AT MEXICO CITY WERE **CONVERTED FOR USE IN PROCESSING COCAINE**. THE METHODS AND PROCEDURES DEVELOPED WERE EASILY ADAPTABLE TO PROCESS UP TO 500 BBL'S OF SATURATED COCAINE PASTE IN EACH BATCH.

CONFIRMATION SOURCE:

RICHARD J. BRENNEKE, CONTRACT
CIA EMPLOYEE

1981 - CONTACTED BY NICARAGUAN NATIONALS FOR TECHNICAL ASSISTANCE IN ACQUIRING MATERIALS AND EQUIPMENT FOR THE CONSTRUCTION OF REMOTE AIRFIELDS IN NICARAGUAN REGION OF SOUTH AMERICA. RELATED EQUIPMENT WAS GENERATOR SETS TRANSFORMERS ALL WEATHER LIGHTING AND APPROPRIATE TYPES OF WIRE AND CABLE. ACTIVITIES BECAME SUBJECT TO CUSTOMS INVESTIGATION WHEN THE NICARAGUANS ASKED FOR ASSISTANCE IN PURCHASING FULLY AUTOMATIC WEAPONS TO BE BROKEN DOWN AND HIDDEN INSIDE TRANSFORMERS BEING SHIPPED OUT OF THE COUNTRY. U. S. CUSTOMS CONTACT FOR THIS INVESTIGATION WAS FRANK CHADWICK, SAC, U. S. CUSTOMS, HOUSTON. THE INVESTIGATION COINCIDED WITH HOUSTON I, AN INVESTIGATION INSTITUTED BY HOWARD AND TUCKER. IN MEETINGS WITH CHADWICK DISCUSSIONS WERE HELD IN RELATION TO SETTING UP STING OPERATION ON WEAPONS PURCHASE. DECISION WAS MADE BY CHADWICK TO LET THE NICARAGUANS SUCCESSFULLY COMPLETE THEIR ACTIVITIES AND SHIP APPROXIMATELY 20 WEAPONS THEY HAS SECURED FROM OTHER SOURCES.

NO FURTHER ACTION WAS TAKEN ON THE INVESTIGATION. THE NICARAGUANS WERE ALLOWED TO SHIP THE EQUIPMENT OUT OF THE COUNTRY TO ITS FINAL DESTINATION. SUBSEQUENT DOCUMENTATION HAS INDICATED THAT CHADWICK WAS BOTH CIA AND CUSTOMS AFFILIATED, TUCKER AND HOWARD HAVE BEEN DOCUMENTED AS CIA AND ENFORCEMENT WITH TIES TO COVERT MILITARY OPERATIONS. IN VIEW OF THE ACTIVITIES ON THE PART OF U. S. INTELLIGENCE AGENCIES IN THAT REGION OF S. A. AT THE TIME THERE IS LITTLE DOUBT AS TO WHY THE SHIPMENTS WERE ALLOWED OUT OF THE COUNTRY UNIMPEDED.

CONFIRMATION SOURCE:

SWORN TESTIMONY AND COURT RECORDS
GARY HOWARD, ENFORCEMENT AGENT
RON TUCKER, ENFORCEMENT AGENT

1985 - BICKEL MAKES OFFER FOR PURCHASE OF COMMERCIAL HELICOPTER INC. AND OFFER IS ACCEPTED BY BOARD OF DIRECTORS. COMPANY WAS IN BANKRUPTCY AT TIME OF OFFER TO PURCHASE BUT UPON EXAMINATION SHOWED REASONABLE POTENTIAL FOR ECONOMIC REHABILITATION WAS STILL ACTIVE IN PROVIDING OFFSHORE TRANSPORTATION SERVICES TO OIL AND GAS COMPANIES. COMMERCIAL ALSO HAD CONTRACTS TO PROVIDE FLIGHT AND MAINTENANCE PERSONNEL FOR OPERATIONS OF THE HONDURAN GOVERNMENT IN THE AREAS OF THEIR BORDER WITH THE EL SALVADORIAN GOVERNMENT.

RECENT DOCUMENTATION HAS PROVIDED EVIDENCE THAT COMMERCIAL HELICOPTER INC. WAS A PRIVATIZED ASSET OF CIA AND NSA IN COVERT CONTRA RESUPPLY OPERATIONS. DIRECTORS AND OFFICERS OF THE COMPANY ARE INDICATED IN CONGRESSIONAL HEARINGS AND INVESTIGATIONS. PRIMARY INDIVIDUALS INVOLVED IN COMPANY WERE HERMAN K. BEEBE WITH TIES TO EDWIN WILSON AND API DISTRIBUTORS. BEEBE PROVIDED PRIMARY FINANCING FOR THE COMPANY AND WOODY JENKINS ET AL COMMERCIAL HELICOPTER INC. BOARD MEMBER AND FOUNDER OF "FRIENDS OF THE AMERICAS". COMPANY WAS SHUT DOWN UPON SEIZURE OF AIRCRAFT BY BELL TEXTRON. BANKRUPTCY RECORDS IN BATON ROUGE ARE STILL OPEN AND PROVIDE MORE INFORMATION.

ULTIMATE RESULT IN INVOLVEMENT WITH COMMERCIAL HELICOPTER IN AND THE LEGAL FINANCIAL PROBLEMS WERE THE RUIN OF A SEPARATE OIL AND GAS OPERATION OWNED BY BICKEL. ECONOMIC LOSSES WERE SEVER NOT ONLY FOR BICKEL BUT FOR OTHERS AS WELL, AMOUNTING TO SEVERAL MILLION DOLLARS. EMOTIONAL LOSSES SUFFERED THROUGH NOT KNOWING OF THE AGENCY AGENDA OPERATING IN THE ORGANIZATION IS INCALCULABLE.

CONFIRMATION SOURCE:

CONGRESSIONAL IRAN CONTRA RECORDS
FEDERAL BANKRUPTCY RECORDS, BATON ROUGE, LA.
GENE WEIDEN, RET. MILITARY INTELL. INVESTIGATOR
CHRISTIC INSTITUTE FILES AND RECORDS

1987 - LARGE QUANTITY OF OIL IS STOLEN FROM OPERATION BICKEL HAS SET UP FOR RECLAMATION OF TANK BOTTOMS FROM TANKERS BRINGING IN FOREIGN CRUDE. MATERIALS ARE TO BE PROCESSED TO PROVIDE FUNDS FOR CONSTRUCTION OF COAST GUARD APPROVED PORTABLE SYSTEM TO OPERATE IN U. S. COASTAL WATERS.

MACRO ENERGY SERVICES INC. IS CONTRACTED TO PROVIDE MATERIALS THROUGH TANKER INDUSTRY CONTACTS. MACRO'S PRESIDENT IS **BRUCE FREEHAN, EX-CIA FLIGHT OPERATIONS CONTRACT EMPLOYEE**, WITH EXTENSIVE TIES WITHIN THE MANAGEMENT ORGANIZATION OF **COASTAL PETROLEUM**. COASTAL PETROLEUM OWNER **OSCAR WYATT** IS KNOWN TO HAVE CONTINUED SHIPPING OIL FROM **LIBIAN FACILITIES** IN SPITE OF U. S. EMBARGO BY USE OF PAPER COMPANIES SET UP THROUGHOUT EUROPE PRIMARILY BRUSSELS. STORAGE FACILITY FOR THE CRUDE IS **LOWRY TANK TERMINAL** AT TEXAS CITY, TEXAS IDENTIFIED IN CURRENT INVESTIGATIONS AS HAVING TIES WITH ORGANIZED CRIME. TRANSPORTATION FOR THE OIL WAS **CHANNEL BUNKER SERVICES INC.** A BARGE SERVICE COMPANY RECENTLY FOUND GUILTY OF A RICO ACTION INVOLVING THE SAME TYPE OF ACTIVITIES.

FEDERAL BUREAU OF INVESTIGATION IS CONTACTED WITH REGARD TO THE STOLEN OIL AND ALL DOCUMENTS RELATED TO BONDED MEASUREMENTS ARE MADE A PART OF FORMAL COMPLAINT. **NO ACTION IS UNDERTAKEN BY FBI AGENTS TO RESOLVE INVESTIGATION.** FEDERAL BUREAU OF INVESTIGATION AGENT RALPH J. SERTANO IS STILL IN POSSESSION OF THE FILES AND DOCUMENTS INCLUDING BONDED MEASUREMENT REPORTS AND LAB ANALYSIS OF THE CRUDE OIL.

THESE EVENTS RESULTED IN SIGNIFICANT ECONOMIC LOSS IN THE RANGE OF \$150,000 TO BICKEL AND SUBSEQUENT LEGAL PROBLEMS.

CONFIRMATION SOURCE:

RALPH J. SERTANO, AGENT, FBI, HOUSTON
PERSONAL FILES AND RECORDS IN FBI CUSTODY
JOHN MCPHERSON, JOURNALIST KPRC,
HOUSTON, TEXAS

1989 - BICKEL REQUESTED BY C. A. "TONY" HARDIN PRESIDENT OF **SOUTHERN BROKERS INTERNATIONAL**, HOUSTON, TEXAS TO ACT AS TECHNICAL CONSULTANT ON ACQUISITION OF SENSITIVE COMMUNICATIONS, COMPUTER RADAR AND SCIENTIFIC LAB EQUIPMENT FOR SBI CLIENT.

AT PRELIMINARY MEETINGS IT WAS DETERMINED THAT THE EQUIPMENT WAS SUBJECT TO ARMS CONTROL ACTS OF THE UNITED STATES GOVERNMENT AND THAT THE CLIENT WAS AN IRAQI AGENT ACTING FOR THE MINISTRY OF INDUSTRY AND DEFENCE OF IRAQ. CONTACT WAS MADE AND ACTIVITIES AND EVENTS WERE REPORTED TO U. S. CUSTOMS AGENTS KENNETH C. BRUMFIELD AND JACK MOORE WHO

INITIATED AN INVESTIGATION. MEETINGS WITH THE IRAQI AGENTS CONTINUED WITH REPORTS BEING MADE TO CUSTOMS AS AGREED. AFTER A PERIOD OF TIME HARDIN WAS APPRISED OF WHAT WAS TRANSPIRING IN COMMUNICATING THE ACTIVITIES TO CUSTOMS. **HARDIN** BECAME VISIBLY UPSET AT THESE EVENTS AND INFORMED BICKEL THAT HE **WAS AND HAD BEEN A CIA COURIER AND ASSET**, THE IMPLICATION BEING THAT HE PROBABLY STILL WAS. HARDIN PARTICIPATED IN TWO MEETINGS WITH CUSTOMS BUT WAS ANGRY THAT CUSTOMS HAD BEEN CONTACTED WITHOUT HIS KNOWLEDGE. **WITH IN 45 DAYS OF THE INITIATION OF THE INVESTIGATION IT WAS CALLED OFF** ADMINISTRATIVELY FROM THE NATIONAL OR REGIONAL LEVEL IN CUSTOMS WITH INFLUENCE FROM OUTSIDE THE AGENCY ACCORDING TO THE CASE MANAGEMENT AGENT JACK MOORE, ORDERS BEING RECEIVED THAT THE IRAQI AGENTS COULD SECURE ANY OF THE EQUIPMENT THEY CHOSE TO.

SHORTLY AFTER THAT **HARDIN SEVERED RELATIONS WITH BICKEL** STATING THAT HE COULD NOT GO INTO DETAIL AS TO THE REASONS WHY. SUBSEQUENTLY SBI OFFICES WERE SHUT DOWN ALTHOUGH **SBI CONTACT CONTINUED WITH THE IRAQI AGENTS**. HARDIN WAS ALSO INSTRUMENTAL IN ESTABLISHING CONTACT AT THE HIGHEST LEVEL OF PENNSOIL AND ARRAIGNING MEETINGS FOR THE IRAQIS TO BEGIN NEGOTIATIONS WITH THAT ENERGY COMPANY. CONDITIONS WERE ESTABLISHED FOR PENNSOIL REPRESENTATIVES TO TRAVEL TO BAGHDAD FOR NEGOTIATIONS WITH IRAQI OIL MINISTRY OFFICIALS.

IT HAS BEEN DETERMINED THAT **SOUTHERN BROKERS INTERNATIONAL IS OR WAS PROBABLY A CIA "PRIVATIZED CUT OUT"** DUE TO THE BACKGROUND AND ACTIVITIES OF PRINCIPALS OF SBI. CIRCUMSTANCES AND EVENTS RELATED TO OTHER SIMILAR OPERATIONS CARRIED OUT DOMESTICALLY BY THE CIA IN RELATION TO ACTIVITIES OF IRAQI AGENTS IN ACQUIRING TECHNICAL EQUIPMENT AND RESOURCES IN THE U. S. ALSO INDICATES THAT THIS IS A MORE THAN PROBABLE SCENARIO (SEE TIME LINE ACTIVITIES OF IRAQ)

CONFIRMATION SOURCE:

KENNETH C. BRUMFIELD, U. S. CUSTOMS,
HOUSTON, TX

JACK MOORE, U. S. CUSTOMS,
SAN ANTONIO, TX

1990 - REQUEST WAS RECEIVED FROM **KENNETH C. BRUMFIELD, REGIONAL COORDINATING OFFICER, U. S. CUSTOMS, SOUTHWEST REGION** TO ASSIST IN DETERMINING THE EXTENTS OF TECHNOLOGY TRANSFER THAT COULD BE PERPETRATED IN THE OIL AND GAS INDUSTRY FOR USE IN MILITARY OF COVERT ACTIVITIES BY FOREIGN GOVERNMENTS. MEETINGS WERE HELD TO DEVELOP THE AREAS OF CONCERN AND POTENTIAL SCENARIOS FROM PAST EXPERIENCE. THE PURPOSE OF THESE MEETINGS WERE TO **DEVELOP A TECHNOLOGY TRANSFER INTERDICTION PROGRAM**.

MEETINGS WERE ALSO HELD WITH **ENFORCEMENT GROUP LEADER JACK BIGLER OF U. S. CUSTOMS (FORMERLY W/FBI FOREIGN COUNTER INTELLIGENCE) AND MARTIN SCHRAM U. S. CUSTOMS** WITH REGARD TO THE **IRAQI INVESTIGATION OF 1989**. DISCUSSIONS INVOLVED REINSTITUTING THE INVESTIGATION OF THE IRAQI AGENTS AND REESTABLISHING CONTACT WITH THEM. **NO MUTUALLY AGREEABLE TERMS COULD BE REACHED** IN RELATION TO REESTABLISHING CONTACT WITH THE IRAQI AGENTS AS **BIGLER PERSISTED IN APPLYING MACRO MANAGEMENT TECHNIQUES** IN DEALING WITH BICKEL BY DISCOUNTING THE IMPORTANCE OF THE EQUIPMENT THAT THE IRAQI AGENTS INTENDED TO SECURE IN 1989. THIS IN SPITE OF THE EVENTS OF SPRING AND EARLY SUMMER OF 1990 RELATED TO OTHER ACTIVITIES OF THE IRAQIS IN THE U. S. AND EUROPE

AND DISCUSSIONS OF THOSE EVENTS. AT LEAST SIX OTHER INSTANCES INVOLVING DOMESTIC ACTIVITIES OF IRAQI AGENTS OPERATING IN VARIOUS PARTS OF THE U. S. WERE **KNOWN AT THAT TIME.**

WORK WAS COMPLETED IN JUNE OF 1990 IN RELATION TO BRUMFIELD PREPARING THE FORMAT FOR THE TECHNOLOGY TRANSFER INTERDICTION PROGRAM AND PREPARATIONS FOR THE PRESENTATION AT A NATIONAL MEETING OF ALL REGIONAL COORDINATING OFFICERS IN WASHINGTON D. C. THAT SAME MONTH.

THE PRESENTATION OF THE TECHNOLOGY TRANSFER INTERDICTION PROGRAM WAS NEVER MADE HOWEVER, DUE TO BRUMFIELD BEING NOTIFIED THAT HE HAD TO RETURN TO HOUSTON **SUBJECT TO AN INDICTMENT FOR PERJURY AND MAKING FALSE STATEMENTS TO A GRAND JURY.** THIS NOTICE WAS DELIVERED TWO HOURS PRIOR TO HIS SCHEDULED PRESENTATION IN WASHINGTON D. C. **BICKEL HAS SUBSEQUENTLY BEEN SUBJECTED TO FURTHER LEGAL HARASSMENT** IN HIS PERSONAL AND PROFESSIONAL LIFE RELATED TO EVENTS OCCURRING AT THE TIME OF THE OIL BEING STOLEN IN 1987.

CURRENT DOCUMENTATION AND INFORMATION INDICATES THAT THESE EVENTS ARE RELATED TO CIRCUMSTANCES IN THE PERSIAN GULF CONFLICT (**BIGLER AND SCHRAM HAVE BEEN INVOLVED IN INVESTIGATING SIX IRAQI OPERATIONS SINCE INVASION OF KUWAIT AUG. 2, 1990**) INVOLVING THE ACQUISITION OF SENSITIVE MILITARY AND SCIENTIFIC TECHNOLOGY OVER THE LAST TEN YEARS AND THE ONGOING ACTIVITIES BY U. S. INTELLIGENCE TO MANAGE AND INFLUENCE ENFORCEMENT INVESTIGATIONS AND MAINTAIN THE COVERT NATURE OF THE TECHNOLOGY TRANSFER EVENTS. (**SEE TIME LINE IRAQI ACTIVITIES**)

CONFIRMATION SOURCE:

KENNETH C. BRUMFIELD, U. S. CUSTOMS, HOUSTON, TX.

JACK BIGGLER, GROUP LEADER, U. S. CUSTOMS,
HOUSTON, TX

ROBERT F. BICKEL, SR. , PERSONAL FILES AND RECORDS

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INTRODUCTION AND CHARGES

EXTRA LEGAL ACTIVITIES OF SENIOR OFFICIALS AND AGENCIES OF THE U. S. GOVERNMENT TECHNOLOGY TRANSFER OF STRATEGIC AND TACTICAL EQUIPMENT AND RESOURCES

SUBJECT:

SOPHISTICATED STRATEGIC AND TACTICAL EQUIPMENT AND TECHNICAL RESOURCES HAVE BEEN TRANSFERED TO FOREIGN GOVERNMENTS, CORPORATIONS AND EXTRA-TERRITORIAL POLITICAL ORGANIZATIONS IN VIOLATION OF THE ARMS CONTROL ACT, TREATIES AND POLICIES OF THE UNITED STATES OF AMERICA. THESE ACTIVITIES HAVE INVOLVED THE COVERT APPROVAL AND ASSISTANCE OF SENIOR WHITE HOUSE OFFICIALS TOP AIDS AND AGENCIES OF THE U. S. GOVERNMENT. THIS TRANSFER OF TECHNOLOGY AND STRATEGIC RESOURCES HAS BEEN CONDUCTED BY INTELLIGENCE AND ENFORCEMENT AGENCIES OF THE UNITED STATES GOVERNMENT WORKING IN CONCERT WITH DOMESTIC AND FOREIGN CORPORATIONS, AGENCY PROPRIETARY ORGANIZATIONS AND AGENTS OR OPERATIVES OF FOREIGN GOVERNMENTS. THE ACTIONS OF THESE AGENCIES AND THEIR OPERATIVES, BOTH DOMESTIC AND FOREIGN HAVE BEEN OF EXTREME DETRIMENT TO INDIVIDUAL CITIZENS AND PRIVATE CORPORATIONS OF THE UNITED STATES, HAVING CAUSED ECONOMIC, EMOTIONAL, AND CIVIL/CRIMINAL HARDSHIP AS A RESULT OF THEIR ACTIVITIES BEING CARRIED OUT SUCCESSFULLY AT ANY COST. MANY OF THE ACTIVITIES INVOLVED THE INTELLIGENCE AND ENFORCEMENT AGENCIES OF THE UNITED STATES ASSISTING OPERATIVES AND AGENTS OF FOREIGN GOVERNMENTS OR CORPORATIONS BY MANAGING AND SUPPORTING THE TECHNOLOGY TRANSFER EVENTS. THE RESULT OF THESE ACTIVITIES HAS BEEN TO CREATE AN ENVIRONMENT OF ENDANGERMENT TO CITIZENS AND MILITARY OF THE UNITED STATES AND OTHER ALLIED NATIONS IN THE CURRENT PERSIAN GULF CONFLICT BROUGHT ABOUT BY ENHANCING, THROUGH TRANSFER OF STRATEGIC TECHNOLOGY, THE MILITARY AND COVERT CAPABILITIES OF UNSTABLE GOVERNMENTS OR PSEUDO-POLITICAL GROUPS.

OBJECTIVE:

IT IS THE INTENT OF THIS STUDY TO DOCUMENT THE EXTRA-LEGAL EVENTS AND ACTIVITIES INVOLVING TECHNOLOGY TRANSFER OF THESE INTELLIGENCE AND ENFORCEMENT AGENCIES AND THEIR OPERATIVES IN CHRONOLOGICAL AND SEQUENTIAL ORDER AS THE EVENTS HAVE OCCURRED IN RELATION TO THE MIDEAST AND PERSIAN GULF REGIONS. THIS INFORMATION WILL INCLUDE A SIGNIFICANT CONSOLIDATION OF FINANCIAL INFORMATION INCLUDING BANK REFERENCES AND ACCOUNTS UTILIZED TO PERPETRATE THESE ACTIVITIES. FURTHER IT WILL BE SHOWN THAT THESE ACTIVITIES HAVE RESULTED IN THE SUPPORT AND MAINTENANCE OF THE ABILITY OF UNFRIENDLY AND UNSTABLE GOVERNMENTS AND PSEUDO-POLITICAL GROUPS IN PERPETRATING THEIR CAMPAIGNS OF TERRORISM ON AN INTERNATIONAL BASIS, DOMESTIC FRATRICIDE IN THEIR OWN COUNTRIES AND THE ABILITY TO CREATE INTERNATIONAL POLITICAL

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AND ECONOMIC INSTABILITY. ALSO IT WILL BE SHOWN THAT TO MAINTAIN THE COVERT NATURE OF THESE ACTIVITIES PRIVATE CITIZENS, UNSUSPECTING AGENTS AND OPERATIVES OF THESE AGENCIES HAVE BEEN SACRIFICED BY BEING DISCREDITED LEGALLY, ECONOMICALLY AND EMOTIONALLY. AREAS OF CONSIDERATION THAT WILL BE ADDRESSED IN DEVELOPING THE KNOWN FACTS AND DOCUMENTATION ARE AS FOLLOWS:

- I. CONVENTIONAL WEAPONS TRANSFER
- II. ADVANCED TECHNOLOGY RESOURCES
- III. NUCLEAR MATERIALS AND TACTICAL CAPABILITIES
- IV. FINANCIAL TRANSACTIONS AND INSTITUTIONS
- V. PSYCHOLOGICAL OPERATIONS

BACKGROUND:

THE EVENTS AND ACTIVITIES BEGINNING FEBRUARY 1989 INVOLVING A REQUEST FOR ROBERT F. BICKEL, SR. TO ACT AS TECHNICAL CONSULTANT TO SOUTHERN BROKERS INTERNATIONAL, INC. (SBI) IN EVALUATING AND ACQUIRING A LISTING OF SOPHISTICATED EQUIPMENT INVOLVING FOR CLIENTS OF SBI. THE LISTING WAS COMPRISED OF COMMUNICATION, COMPUTER, SCIENTIFIC LAB AND RADAR EQUIPMENT. AFTER EVALUATION OF THE EQUIPMENT LIST AND MEETINGS WITH THE CLIENTS A DETERMINATION WAS MADE THAT TO ASSIST IN ACQUISITION OF THE EQUIPMENT LIST WOULD BE A VIOLATION OF WEAPONS AND TECHNOLOGY TRANSFER LAWS. THE CLIENTS OF SBI WERE FOREIGN NATIONALS REPRESENTING THE IRAQI GOVERNMENT, AND THE EQUIPMENT WAS TO BE ACQUIRED "FOR A PROJECT THAT IS VERY IMPORTANT TO THEIR PRESIDENT". CONTACT WAS MADE WITH AGENTS OF THE UNITED STATES CUSTOMS DEPARTMENT AND DISCLOSURE WAS MADE OF THE EQUIPMENT LISTING AND A SUMMARY OF THE MEETING WITH THE IRAQI AGENTS. AFTER CONSULTATION WITH AGENT KENNETH BRUMFIELD AND AGENT JACK MOORE AND AN EVALUATION BY THE TECHNICAL PERSONNEL OF THE CUSTOMS AGENCY A DECISION WAS MADE TO INITIATE AND INVESTIGATION OF THE ACTIVITIES OF THE IRAQIS. FOR A PERIOD OF WEEKS CONTACT WAS MAINTAINED AND REPORTS, INCLUDING COPIES TELEXES SENT AND RECEIVED IN COMMUNICATIONS WITH BAGHDAD AND A DESERT RESEARCH FACILITY, WERE MADE OF MEETINGS AND CONTACTS WITH POTENTIAL SUPPLIERS OF THE EQUIPMENT.

A DETERMINATION WAS MADE IN DISCUSSIONS WITH CUSTOMS AGENTS THAT THERE WERE SEVERAL CATEGORICAL VIOLATIONS OF EXPORT LAW THAT THE ACTIVITIES CONTEMPLATED BY THE IRAQI AGENTS REPRESENTED. AFTER ESTABLISHING THESE FACTS AND DEVELOPING A SECURE WORKING RELATIONSHIP WITH THE IRAQI AGENTS AGENT JACK MOORE OF CUSTOMS NOTIFIED BICKEL THAT THE INVESTIGATION WAS NOT OF ANY INTEREST AND THAT HE HAD BEEN NOTIFIED ADMINISTRATIVELY FROM ABOVE REGIONAL LEVEL AND OUTSIDE THE AGENCY POSSIBLY THE STATE DEPARTMENT OR COMMERCE DEPARTMENT THAT THE IRAQI AGENTS WERE FREE TO PERSUE THE

middleman

62, whom he met while working for the Saudi Arabian Air Force. She took the name of S. ashoggi and bore him four children. ashoggi was first hired in 1964 to act as a courier for the sale of Hercules transport planes to Saudi Arabia. Commission amounted to \$100,000. ashoggi also became involved in the sale of Saudi Arabian arms. He made \$184 million for the company on sales of 22 B-1 or F-5 fighter planes. ashoggi was divorced and had a considerable net worth. His ex-wife filed a \$2.4 billion lawsuit against him. He agreed to an undisclosed court settlement. ashoggi remarried in 1979 to a woman named Lameia, one son by his second wife.

ACQUISITION OF THE EQUIPMENT LIST. THIS WAS A DIRECT CONTRADICTION OF ANY LAW WITH REGARD TO SOPHISTICATED WEAPONS RELATED EQUIPMENT OR TECHNOLOGY AS WE UNDERSTOOD IT TO BE APPLIED TO OTHER INVESTIGATIONS. ALTHOUGH CUSTOMS AGENTS ASSURED ME THAT IT WOULD BE SAFE TO CONTINUE THE CONTACT ON A PROFESSIONAL LEVEL THE SITUATION WAS NOT COMFORTABLE DUE TO THE INDICATIONS THAT THE IRAQI AGENTS WERE WILLING TO FALSIFY END USER CERTIFICATES TO ASSURE SHIPMENT OF THE EQUIPMENT.

THE PRESIDENT OF SBI, C. A. "TONY" HARDIN, WHEN PRESENTED WITH THE FACT OF THE INVOLVEMENT OF THE U. S. CUSTOMS AGENCY BECAME EXTREMELY AGITATED AND CONFIDED THAT HE HAD BEEN A COURIER AND ASSET OF THE CENTRAL INTELLIGENCE AGENCY. OTHER PRINCIPALS OF THE CORPORATION HAVE BECOME SUSPECT DUE TO THEIR INTERNATIONAL ASSOCIATIONS AND INVOLVEMENTS. ANDREAS RUSSO, VICE PRESIDENT, IS A PERUVIAN CITIZEN WHOS GRANDFATHER WAS MAYOR OF LIMA IN 1975, AND ANDREAS IS MARRIED TO THE DAUGHTER OF A "CONTRA" LEADER WHO PARTICIPATED AS A MEMBER OF THE NEGOTIATIONS ESTABLISHED TO RELIEVE TENSIONS BETWEEN THE CONTRAS AND THE SANDINISTAS. THE THIRD MEMBER OF THE PRINCIPAL GROUP IS A MEXICAN NATIONAL LIVING IN MEXICO, CITY, ?. THE SIGNIFICANCE OF THESE FACTS HAS ONLY RECENTLY BECOME UNDERSTANDABLY IMPORTANT.

THE ASSASSINATION OF GERALD BULL IN MARCH OF 1990 AND THE SUBSEQUENT INFORMATION WITH REGARD TO HIS ACTIVITIES WITH LIBYA AND IRAQ RENEWED INTEREST IN THE INVESTIGATION OF FEBRUARY 1989.

BEGINNING IN THE FIRST WEEK OF MAY 1990 CONVERSATIONS WITH KENNETH C. BRUMFIELD, REGIONAL COORDINATING OFFICER, U. S. CUSTOMS, SOUTHWEST REGION, INVOLVED ESTABLISHING A CRITERIA FOR DEVELOPMENT OF A TECHNOLOGY TRANSFER INTERDICTION PROGRAM. DISCUSSIONS RELATED TO CURRENT CIRCUMSTANCES OF CONCERN WITHIN THE AGENCY AND AREAS THAT MIGHT LEND THEMSELVES TO CROSS TECHNOLOGY TRANSFER. IT WAS DECIDED THAT A NUMBER OF STRATEGIC AND TACTICAL CATEGORIES COULD BE ADDRESSED WITHIN THE PETROLEUM INDUSTRY. AN INITIAL PROPOSAL WAS COMPILED BY BICKEL FOR PRESENTATION TO BRUMFIELD (COPY ATTACHED). THIS PROPOSAL INCLUDED A RECOMMENDATION FOR DEVELOPMENT OF A STRATEGIC MATERIALS DATABASE TO MANAGE INFORMATION ON EQUIPMENT, MATERIALS AND TECHNICAL RESOURCES.

WHILE THIS WORK CONTINUED, IT WAS REQUESTED THAT BICKEL MEET WITH U. S. CUSTOMS GROUP LEADER, JACK BIGLER AND AGENT MARTIN SCHRAM TO DISCUSS THE IRAQI INVESTIGATION AND TO CONSIDER POSSIBILITIES OF OTHER SENSITIVE EQUIPMENT THAT MIGHT PRESENT IMMEDIATE CONCERN. THE INITIAL MEETING WAS HELD AT U. S. CUSTOMS REGIONAL OFFICES ON SAN FILIPE IN HOUSTON, TEXAS. AT THIS MEETING A DISCUSSION WAS HELD NOT ONLY IN REGARD TO THE IRAQI INVESTIGATION OF 1989 BUT ALSO IN RELATION TO OTHER EQUIPMENT OF CONCERN. AN INVESTIGATION HAD BEEN INITIATED RELATED TO A PIECE OF EQUIPMENT THAT IS KNOWN AS A "PULSE NUTRON GENERATOR" MANUFACTURED AND UTILIZED BY COMPANIES SPECIALIZING IN OIL AND GAS EXPLORATION SERVICES. THIS INDIVIDUAL PIECE OF EQUIPMENT IS SIGNIFICANT IN THAT WHEN ENERGIZED IT EMITS A STREAM OF SUB ATOMIC NUTRON PARTICLES IN A BEAM THAT MAY BE DIRECTED BY USE OF A WAVE

GUIDE. THIS DEVICE HAD THE POTENTIAL FOR BEING ADAPTED AS A NUCLEAR TRIGGER OR A PART OF A NUCLEAR TRIGGERING DEVICE. THE MEETING ENDED WITH BIGLER AND SCHRAM VOICING INTEREST IN POTENTIALLY WORKING ON THE IRAQI INVESTIGATION AFTER REVIEWING THE FILE AND ALSO SCHEDULING ANOTHER MEETING. AFTER REVIEWING THE INITIAL FILE BIGLER STATED THAT THERE WAS NO INTEREST IN RENEWING CONTACT, IN SPITE OF THE EVENTS RELATED TO THE BULL ASSASSINATION AND THE SHIPMENT OF THE CAPACITORS THAT HAD BEEN SEIZED AT HEATHROW IN ENGLAND. THIS SEEMED SOMEWHAT INCONGRUOUS AND DISCUSSIONS ON THE SUBJECT WERE LESS THAN CORDIAL. DISCUSSIONS ENDED WITH BIGLER AFTER BICKEL HAND DELIVERED A COVER LETTER, SUMMARY OF THE IRAQI INVESTIGATION AND COPY OF THE INITIAL DOCUMENTATION ON TECHNOLOGY INTERDICTION TRANSFER PREPARED FOR KENNETH C. BRUMFIELD. (COPIES ATTACHED)

THE TECHNOLOGY TRANSFER INTERDICTION PROGRAM WAS COMPLETED AS A PROPOSAL TO BE PRESENTED BY KENNETH C. BRUMFIELD AT THE NATIONAL MEETING OF U. S. CUSTOMS REGIONAL COORDINATORS TO BE HELD IN WASHINGTON D. C. IN JUNE. NO FURTHER CONTACT WAS HAD WITH BIGLER OR SCHRAM.

THE INTERDICTION PROGRAM WAS NEVER PRESENTED IN WASHINGTON AT THE MEETING IN JUNE. KENNETH C. BRUMFIELD WAS INDICTED ON CHARGES OF PERJURY AND MAKING FALSE STATEMENTS TO A FEDERAL GRAND JURY IN A CASE RELATED TO THE IMPORTATION OF ENDANGERED SPECIES (PARROTS) WAS ANNOUNCED AND BRUMFIELD NOTIFIED APPROXIMATELY TWO HOURS BEFORE HE WAS TO MAKE HIS PRESENTATION. THIS ACTION RESULTED IN HIS BEING PLACED ON ADMINISTRATIVE LEAVE WITHOUT PAY PENDING RESOLUTION OF THE CHARGES. ROBERT F. BICKEL SR. HAS, FOR A PERIOD OF OVER A YEAR BEEN SUBJECTED TO SIGNIFICANT HARASSMENT IN HIS PERSONAL LIFE AND PROFESSIONALLY BY BEING UNDULY PLACED IN LEGAL AND PHYSICAL JEOPARDY AS A RESULT OF EVENTS RELATED NOT ONLY TO HIS INVOLVEMENT IN ACTIVELY BEING INVOLVED IN DEVELOPING A TECHNOLOGY TRANSFER INTERDICTION PROGRAM BUT DUE TO UNKNOWINGLY BEING INVOLVED IN BUSINESS DEALINGS THAT WERE PARALLEL TO OPPORTUNISTIC DEALINGS OF INDIVIDUALS WHO HAVE BEEN IDENTIFIED AS CENTRAL INTELLIGENCE OPERATIVES WHERE ACTIVITIES THEY WERE ENGAGED IN WERE OF AN EXTRA LEGAL NATURE.

AS IN SEVERAL OTHER IDENTIFIABLE INSTANCES IT HAS BECOME APPARENT THAT FOR THE PURPOSES OF MAINTAINING THE ONGOING EVENTS OF INTELLIGENCE COMMUNITY CONTROL OVER WEAPONS SALES AND TECHNOLOGY TRANSFER ACTIVITIES, INDIVIDUALS ARE SACRIFICED BY BEING DISCREDITED AND DISENFRANCHISED LEGALLY FINANCIALLY AND EMOTIONALLY. THIS HAS BEEN ESPECIALLY THE CASE IN THE YEARS JUST PRIOR TO AND SINCE 1985.

PROPOSAL:

IN JUNE 1990 ROBERT F. BICKEL, SR. WAS MADE AWARE OF INFORMATION AND DOCUMENTATION RELATED TO EVENTS BEGINNING IN 1985 THE HAVE DIRECTLY AFFECTED HIS PERSONAL AND PROFESSIONAL LIFE AND THE LIVES OF HIS FAMILY AND BUSINESS ASSOCIATES TO WHOM HE HAD A RESPONSIBILITY.

middleman

362, whom he met while visiting his family in Saudi Arabia. She took the name of Soraya and bore him four sons. Khushoggi was first hired by the CIA in 1964 to act as a middleman for the sale of Hercules transport planes to Saudi Arabia. The commission amounted to \$109 million. He also became involved with the CIA's sales to Saudi Arabia in 1971. He made \$164 million from the sale of F-5 fighter planes. Khushoggi was divorced in 1973 and his ex-wife filed a \$2.4 billion lawsuit against him. He agreed to an undisclosed court settlement. Khushoggi remarried in 1978 to a woman named Laila.

SUBSEQUENT TO THAT TIME THE INVESTIGATION THAT HAS BEEN UNDERTAKEN HAS REVEALED OTHER ACTIVITIES AND EVENTS THAT WHEN DEVELOPED IN CHRONOLOGICAL AND SEQUENTIAL ORDER REFLECT AN UNWITTING INVOLVEMENT IN INTELLIGENCE ACTIVITIES BEGINNING IN 1975 (SEE CHRONOLOGY). DOCUMENTS AND EVIDENCE GATHERED OVER A PERIOD OF MONTHS FROM JUNE THROUGH NOVEMBER AND DEVELOPMENT OF A PROCEDURE FOR COMPILING THE INFORMATION IN A CLEAR AND CONCISE MANNER HAS RESULTED IN A CLEAR ABILITY TO DEPICT THE EVENT OF RECENT EVENTS AND THE EVENTS AND ACTIVITIES OF A NUMBER OF YEARS THAT PORTRAYS A STARTLING PATCHWORK OF SEEMINGLY UNRELATED SCENARIOS THAT HAVE SUBSTANTIALLY ALTERED THE SOVEREIGNTY OF THE UNITED STATES AND THE ECONOMIC AND SOCIAL WELL BEING OF THE COUNTRY NOT ONLY AS IT RELATES ON THE WHOLE BUT TO OUR WELL BEING AS INDIVIDUALS.

THIS UNDERTAKING INITIALLY WAS ONLY TO GAIN UNDERSTANDING AND A KNOWLEDGE OF THE EVENTS THAT HAD AFFECTED LIFE ON AN INDIVIDUALS BASIS, BUT VERY QUICKLY WAS DETERMINED TO BE AN INTERLOCKING OF LIVES AND EVENTS THAT FLOWED TOGETHER AND RAN PARALLEL WITH ANY NUMBER OF PEOPLE BEING AFFECTED BY THE SAME INFLUENCES WITHOUT HAVING ANY KNOWLEDGE OF EACH OTHER FOR YEARS. SEEMINGLY SMALL AND UNRELATED INCIDENTS THAT HAD NO EXPLANATION SHORT OF ACCEPTING PARANOIA AS A WAY OF LIFE BECAME UNDENIABLY LINKED WITH EVENTS AND OUTCOMES AFFECTING A WIDE SEGMENT OF THE POPULATION. REMOTE ACTIVITIES ON A NATIONAL AND INTERNATIONAL SCALE BECAME VERY PERSONAL AND THEN IN MAKING THE DECISION TO STEP OUT OF THE LOOP AND APPROACH THE DEVELOPMENT OF DOCUMENTATION TO SUBSTANTIATE INFORMATION THAT HAD BEEN MADE AVAILABLE, OTHER LIVES AND OTHER VOICES BECAME FACES WITH NAMES AND LIVES THAT HAD BEEN AFFECTED IN THE SAME MANNER.

THERE IS A RESPONSIBILITY THAT RESIDES WITHIN EACH INDIVIDUALS ONGOING CAPABILITY TO CREATE A QUALITY OF LIFE. SOME OF US PERSUE THAT CAPABILITY ACTIVELY, SOME ACCEPT IT BY DEFAULT BASED ON THE ACTIVITIES OF OTHERS, BUT IN EACH INSTANCE WE TRUST TO THE CONCLUSION THAT WITHIN OUR SOCIETY THERE RESIDES A CONSTITUTIONAL ETHIC BASED ON A VALUE SYSTEM THAT PROVIDES FOR A CERTAIN MORALITY AND AN INNATE SPIRITUALITY THAT WILL ULTIMATELY PREVAIL BECAUSE OF THE COMMONALITY OF THE INFERENCE OF THE FIRST THREE WORDS OF THE PREAMBLE OF THE CONSTITUTION "WE THE PEOPLE".

THERE IS THE IMPLICATION THAT WE CAN PERSUE OUR LIVES FREE OF THE CONCERNS OF OTHER LESS DEMOCRATIC COUNTRIES, THAT WE WILL BE ABLE TO TRUST OUR LIVES TO THE JUDGEMENT AND HONEST LEADERSHIP OF THOSE WE FREELY ELECT TO MANAGE THE AFFAIRS OF OUR COUNTRY. FOR MYSELF MUCH OF MY ADULT LIFE WAS SPENT TRYING TO BUILD PERSONAL MATERIAL ACCOMPLISHMENT AND DID SO AT THE EXPENSE OF PROTECTING IT BY BUILDING A CONSISTENCY IN ALL OF MY INVOLVEMENTS, SELECTIVE RESPONSIBILITY AND LIVING BY SELECTIVE DEFAULT. THERE ARE ASPECTS OF THE INFLUENCES THAT HAVE PREVAILED FOR A PERIOD OF YEARS THAT MAKE IT APPARENT THAT NO ONE COULD HAVE KNOWN ABOUT OR UNDERSTOOD WITHOUT BEING A PART OF THE ACTIVITIES THAT TRANSPIRED. THERE ARE THOSE WHO WERE CLOSER WHO HAVE SUFFERED THE SAME PAIN AND PERSONAL LOSS BUT THE RESULTS ARE

middleman

162, whom he met while visiting his. She took the name of Soraya al-Khashoggi and bore him four sons. Khashoggi was first hired by al-Khashoggi in 1964 to act as the support planes for the sale of Hercules transport planes to Saudi Arabia. The commission amounted to \$109 million. He also became involved with al-Khashoggi's sales to Saudi Arabia in 1964. He made \$184 million from the sale of F-5 fighter planes. al-Khashoggi was divorced in 1964 and married a Saudi Arabian woman. His ex-wife filed a \$2.4 billion lawsuit against him. al-Khashoggi agreed to an undisclosed court settlement. al-Khashoggi remarried in 1979. His son by his second wife, born Lama.

INDISTINGUISHABLE. BUT WITHOUT EXCEPTION EACH OF US ARE AFFECTED TO THE EXTENT THAT WE ARE WILLING TO ACCEPT RESPONSIBLY FOR OUR COMMITMENT TO THE PRINCIPALS OF THE INSTITUTIONS OF THIS COUNTRY.

THE INSTITUTIONS OF THE UNITED STATES OF AMERICA ARE INCAPABLE OF DESTROYING THE SOVEREIGNTY OF THE NATION, VIOLATING THE RIGHTS OF INDIVIDUALS OR GROUPS, FORSAKING THE TENETS THAT BUILT THE COUNTRY AND MAKES IT THE ONE NATION THAT IS SOUGHT OUT ABOVE ALL OTHERS FOR IMMIGRANTS LOOKING FOR BUILDING A SECURE LIFE. THE INDIVIDUALS WHO ARE ALLOWED TO PROSTITUTE WHAT THOSE INSTITUTIONS REPRESENT AND ARE ALLOWED TO CONVERT THE RESOURCES AND RESPECT OF THOSE INSTITUTIONS TO THEIR OWN GRATIFICATION AND GAIN, INFLECTING THEIR OWN FORCE OF WILL, BECOME THE OPPORTUNISTIC DISEASE THAT ULTIMATELY CONSUMES THE BODY AND IN CONSUMING THE ENVIRONMENT THAT ALLOWS IT TO SURVIVE ASSURES IT'S OWN DISTRUTION. "WE THE PEOPLE" ASSURE THE INTEGRITY OF THE INSTITUTIONS OF THE NATION. "WE THE PEOPLE" GUARANTEE THE CONSISTANCY OF OUR INSTITUTIONS BY A COMMITMENT TO OUR RSPONSIBILITY NOT BY EXISTING IN DEFAULT AND SELECTIVE ETHICS.

CONCLUSION:

THERE ARE MANY FACITS TO THE INFORMATION AND DOCUMENTS THAT HAVE BEEN MADE AVAILABLE SINCE JUNE. THE EVENTS AND ACTIVITIES THAT ARE MOST CONTEMPORARY AND AFFECT MY CIRCUMSTANCES ARE A RESULT OF THE INSTANCES OF TECHNOLOGY TRANSFER AND THE GROWING TREND IN THOSE AREAS AS THIS WORLD HAS AT ONCE BECOME SAFER IN ONE SENCE AND MORE DANGEROUS IN ANOTHER. THIS IS THE AREA TO WHICH THESE ACTIVITIES AND EVENTS ARE DIRECTED. WHERE WE ONCE CONCERNED OURSELVES WITH THE SOVIET THREAT OF NUCLEAR BOMBARDMENT, THAT THREAT WAS MORE OF A KNOWN, THERE WAS AN ETHIC OF CONTROLLED AVERSARIES. FOR TWENTY YEARS WITHOUT OUR KNOWLEDGE OR CONSCENT THE INTELLIGENCE COMMUNITY AND SENIOR OFFICIALS HAVE ARMED EVERY DICTATORSHIP, BENEVOLENT OR OTHERWISE WITH ENOUGH DISTRUCTIVE POWER TO ACCOMPLISH IN A FEW DAYS WHAT THE UNITED STATES AND RUSSIA WERE NOT ABLE TO BRING THEMSELVES TO IN 45 YEARS, AND THE INTELLIGENCE COMMUNITY CAN'T SPEAK WITH ANY CERTAINTY WHOSE FINGER IS ON THE TRIGGER. TECHNOLOGY TRANSFER, ONE SUBJECT, AND ONE SUBJECT ONLY, IT PROVIDES THE BASIS FOR THE ULTIMATE IN DEATH AND DISTRUTION AS WE FACE A SIGNIFICANT AMOUNT OF OUR OWN SCIENTIFIC ADVANCEMENT IN THE CURRENT HOSTILITIES WITH IRAQ. THE PRICE THAT HAS BEEN PAID FOR THIS ENDEAVOR IS MUCH MORE DEVASTATING THAN WHAT IS PORTRAYED IN ACCEPTABLE LOSS SCENARIOS IN MILITARY TERMS. MUCH OF WHAT IS PRESENTED HERE HAS BEEN PAID FOR IN TERMS OF THE SACRIFICE OF THOSE WHO POSED A POTENTIAL THREAT REAL OR IMAGINED TO THE INDIVIDUALS WHO ACTIVLY PERSUED THIS ACTIVITY. THE UNMEASURABLE PRICE IS THE PRICE PAID BY THOSE WHO WERE INTRODUCED TO THE DRUGS THAT BECAME THE MEDUIM OF EXCHANGE TO FINANCE THE REAL DOLLAR COSTS OF GUNS AND EXPLOSIVES AS A MEANS OF ENFORCING THE WILL OF SOME MINOR WAR LORD. THEN

middleman

PG2, whom he met while visiting his. She took the name of Soraya and bore him four sons and a daughter. Khoshoggi was first hired by the middleman in 1964 to act as the transport planes to Saudi Arabia. The commission amounted to \$109,000. He also became involved with the sale of Saudi Arabia to the company on sales of \$4.2 billion for F-5 fighter planes. Khoshoggi was divorced in 1970 and had a considerable portion of his net worth of \$2.4 million. He agreed to an undisclosed court settlement. Khoshoggi remarried in 1979, one son by his second wife, born Lamas.

THERE IS THE PRICE THAT HAS BEEN SO DEPERSONALIZED IN THE COST OF THE RAPE OF OUR FINANCIAL INSTITUTIONS, LOOTING OF THE S & L SYSTEM AND THE LONGTERM VIOLATION OF THE FEDERAL RESOURCES AND BANKING SYSTEM BY FINANCING THE WHIMS OF THIRD WORLD NATIONS WHO HAVE CREATED FOR THEM SELVES AN INTERNATIONAL WELFARE SYSTEM. BUT THEN AGAIN THOSE ARE EACH ANOTHER STORY WE'RE ONLY TALKING ABOUT TECHNOLOGY TRANSFER HERE ARE'NT WE?

Mr. Lawrence E. Walsh
Office of Independent Council
Suite 701 West
111 Thirteenth Street, N.W.
Washington, D.C. 20004

Re: Technology Transfer and Weapons Sales to the Iraqi Government, indirectly and directly by U.S. agencies and the activities of U.S. Intelligence and Enforcement Agencies, their agents and operatives in the cover up of these activities by interference and manipulation of U.S. Enforcement Agency investigations.

Dear Mr. Walsh:

Please be advised that a client of our office, Mr. Robert F. Bickel, Sr. has been in contact with us regarding information and events related to the sale of weapons and the transfer of technology to the Iraqi government both directly and through surrogate operators. This information includes aspects of the financial transactions also.

Mr. Bickel, due to his personal involvement and knowledge of these activities and events and his investigation into other aspects of the operations has compiled extensive and compelling documentation on the activities not only of the Iraqi government and its agents but also the activities of the U.S. Government, its senior officials, and its agencies in assisting and supporting the Iraqi operations. This information and documentation includes support of these activities by senior officials in the Administration and agencies of our government including Dept. of Agriculture, Dept. of State, Dept. of Commerce, Central Intelligence Agency, Federal Bureau of Investigation, Foreign Counter Intelligence and U.S. Customs Service in granting legitimate investigations of these illegal activities and in maintaining the cover up of these activities by operating to discredit individual citizens who have come forward to report suspected violations of provisions of international law, activities of the Iraqi government and/or its agents and operatives.

These activities as the part of senior officials of the U.S. Government have created an environment of complicity in regard to the integrity of private companies, as we can document.

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November 23, 1990

Mr. Lawrence E. Walsh
Office of Independent Council
Suite 701 West
555 thirteenth Street, N. W.
Washington, D. C. 20004

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extensively, but more importantly it has presented a very real personal danger to a number of individuals including Mr. Bickel. This is evidenced in specific relation to Mr. Bickel by reference in the attached letter from Marilyn Troubey, Assistant Federal Public Defender for the District of Kansas.

We would hope that you are of the same opinion as we with regard to the sensitive nature of the information that Mr. Bickel has compiled in his investigation and the danger his position represents for his personal safety and that of his family. It is requested that arrangements be made through the authority of the Office of Independent Council for his protection and appropriate arrangements be made to interdict the legal and economic harassment that has prevailed in attempts to maintain the covert nature of these Government activities, in return for his assistance and cooperation with your office.

Attached please find copies of selected excerpts of documents for your review and validation. Your attention to this very pressing and important matter is greatly appreciated.

Sincerely Yours,

Michael F. Scott

enclosures:

On December 19, 1985, I was appointed Independent Council with responsibility for the investigation and prosecution of crimes growing out of the Iran/Contra matter, as well as illegal obstructions of my work. For over two years my office received the assistance of the Reagan Administration, through presidential representatives, Ambassador Ashkinazi and A. B. Culverhouse. Now the work of this office is being seriously hampered by the lack of any similar point of contact in your Administration. Accordingly, I am writing to request an appointment to discuss this very serious problem, and to present to you in abbreviated form the essence of the problem.

The immediate problem is the interference of the Administration with my efforts to prosecute Joseph Fernandez, the former CIA Chief of Station in Costa Rica. The District Court has ruled inadvisable the details of certain programs that the CIA claims to be still secret. The Court has ruled also that the defendant may prove the existence of CIA stations in certain Latin American countries as well as the location of a CIA installation in one of those countries.

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EXHIBIT A

OFFICE OF INDEPENDENT COUNSEL
SUITE 701 WEST
555 THIRTEENTH STREET, N.W.
WASHINGTON, D.C. 20004
(202) 383-8940

October 19, 1989

BY HAND

The Honorable George H. W. Bush
President of the United States
The White House
1600 Pennsylvania Avenue, N.W.
Washington, DC 20500

Dear Mr. President:

Unless different standards for the release of information to the courts are adopted by the intelligence agencies, we face the likelihood that former high officials cannot be tried for crimes related to their conduct in public office. The intelligence agencies, the Attorney General, and my office have been trying to deal with this problem without exposing intelligence secrets, and protecting government deniability of publicly known facts. It seems clear that if we continue in this effort to withhold this information we lose a much more important national value - the rule of law.

On December 19, 1986, I was appointed Independent Counsel with responsibility for the investigation and prosecution of crimes growing out of the Iran/Contra matter, as well as illegal obstructions of my work. For over two years my office received the assistance of the Reagan Administration, through presidential representatives, Ambassador Abshire and A. B. Culvahouse. Now the work of this office is being seriously hampered by the lack of any similar point of contact in your Administration. Accordingly, I am writing to request an appointment to discuss this very serious problem, and to present to you in abbreviated form the essence of the problem.

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middleman

12, whom he met while visiting is. She took the name of Soraya Hashoggi and bore him four sons and a daughter. Hashoggi was first hired by a middleman for his sale of Hercules sport planes to Saudi Arabia. The commission amounted to \$109,000. He also became involved with the sale of F-5 fighter planes to Saudi Arabia. He made \$184 million from the sale of F-5 fighter planes. Hashoggi was divorced in 1973 and had considerable public relations work. He was fined a \$2.4 million civil suit against him. He agreed to an undisclosed court settlement. Hashoggi remarried in 1979. He has one son by his second wife, born Lami.

The CIA claims that although the existence of these stations is publicly known, this evidence may not be made public even though this refusal may force dismissal of the Fernandez case.

This incident follows the trial of Oliver L. North which was completed after important concessions by both the intelligence agencies and me. They released some secrets and I, in deference to secrecy claims by the National Security Agency, eliminated major charges against North. This more recent incident, as well as other information we have received, convince me that without your help the rule of law will be subordinated to the intelligence effort. The tail has begun to wag the dog.

The broad question that confronts the Administration as well as Independent Counsel is whether a group of high public officials shall be excluded from the reach of the law. The Constitution provides that the President "shall take Care that the Laws be faithfully executed" (Article 2, Section 3). These few words incorporate the essence of Anglo-American jurisprudence, the thirteenth century concept that no person, great or small, is beyond the law. The question is whether this Administration will tolerate the creation of an enclave of high public officers free from the rule of law simply because those public officers deal extensively with classified information.

The Classified Information Procedures Act (CIPA) does not solve this problem. It merely provides a procedure by which to expose it. One branch of government, the judiciary, is left to decide the materiality of evidence, while another, the executive, is left to decide what secrets may be revealed. My office will do its best to utilize the procedures of the courts, and, if appropriate, husband its opportunities for appeal. Only the President, however, can deal with agencies of the executive branch if they, on a highly subjective basis, refuse to make information available to the courts because of their concern for the difficulties and niceties of intelligence work.

The problems of CIPA in a case prosecuted by Independent Counsel must be reviewed from a viewpoint broader than that of the agencies directly concerned with intelligence issues. There is a very serious danger that a ritualistic application of classification procedures will insulate most if not all officers responsible for national security from prosecution for crimes committed in office. This danger is particularly acute in the case of former high officials such as Poindexter, but it has also become apparent in cases of those who held less elevated positions, such as Fernandez. To leave these decisions solely to the unreviewed

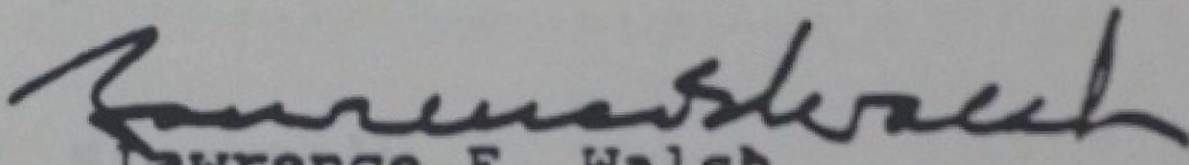
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judgment of agencies concerned with intelligence issues runs a very real risk of emasculation of the rule of law which the Independent Counsel was appointed to further. To prevent this from happening, I am appealing to you to provide a higher level of review for these crucial decisions. We respectfully suggest that particularly in cases where the Attorney General has been superseded by Independent Counsel because of possible conflict of interest, this review should be conducted in the White House itself, either by a member of the Presidential staff or by a specially appointed Presidential body assigned that responsibility.

In summary, I believe that concern for the preservation of secrets relating to national security is being used in exaggerated form and will defeat necessary prosecutions of high government officers. I should like to meet with you to urge that: (1) the intelligence agencies be directed to use a more liberal standard for the trial of former government officials; (2) that my office be given an avenue of communication with you through someone on your staff free of agency limitations; and (3) that you consider the possible use of a Presidential commission to review any agency action which conflicts with the rulings of the trial court in the connection of prosecution of high government officials.

Respectfully yours,


Lawrence E. Walsh
Independent Counsel

C. Boyden Gray
Counsel to the President

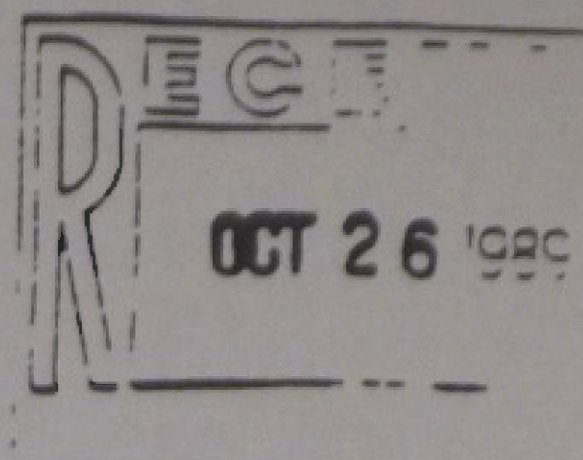
Mr. Lawrence E. Walsh
Independent Counsel
333 Thirteenth Street, N.W.
Suite 701 West
Washington, D.C. 20004

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THE WHITE HOUSE
WASHINGTON

October 25, 1989



Dear Mr. Walsh:

We are in receipt of your October 19 letter seeking a meeting with the President. Such a meeting would not be appropriate as the President is fully confident with the established procedures to handle the Iran/Contra litigation.

I can assure you that the Administration takes seriously its role in balancing your need to use classified information with the need to protect national security and the lives of our citizens. I have spoken with the Attorney General, the President's highest ranking law enforcement official, who continues to stand ready to meet with you on any questions concerning your handling of the Iran/Contra litigation, including the disposition of classified materials.

I hope you will join with the Administration in giving effect to all law, including the statutes established to protect classified information. I trust that you will work with the Attorney General in that endeavor.

Sincerely,

C. Boyden Gray
Counsel to the President

Mr. Lawrence E. Walsh
Independent Counsel
555 Thirteenth Street, N.W.
Suite 701 West
Washington, D.C. 20004

12168

OFFICE OF INDEPENDENT COUNSEL
555 THIRTEENTH STREET, N.W.
SUITE 701 WEST
WASHINGTON, D.C. 20004
(202) 383-8940

October 31, 1989

BY HAND

C. Boyden Gray, Esq.
Counsel to the President
The White House
1600 Pennsylvania Avenue, N.W.
Washington, DC 20500

Dear Mr. Gray:

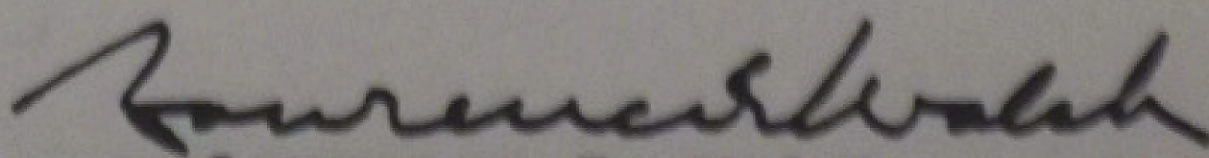
Your letter of October 25, 1989, is acknowledged. I regret your conclusion that the problems presented by my letter do not merit a discussion with the President or a contact in the White House. I believe that you have belittled the gravity of the problem which is evolving.

I shall, when appropriate, take advantage of the willingness of the Attorney General to discuss problems with me. It would be misleading, however, not to point out that the Attorney General is in a difficult position to adjust the attitudes of the intelligence agencies -- only the White House can do that. The Attorney General comes into the CIPA process at the very end, after the intelligence agencies have in essence refused to comply with a district court order. The delays in Fernandez, as well as early experiences in North, show an adherence to over-protective classification concepts that will be difficult to reconcile with a realistic commitment to prosecute high-ranking national security officials for crimes committed in office.

Although you have not dealt specifically with my request for a White House contact, we understand your letter as a rejection of the relationship enjoyed with the Reagan Administration and a return to a conventional, more formal attitude towards those conducting an investigation.

You may be sure that I appreciate the attention you have given this matter.

Sincerely yours,


Lawrence E. Walsh
Independent Counsel

Financier built empire as Mideast middleman

REUTERS NEWS SERVICE

RIYADH, Saudi Arabia — Adnan Khashoggi, who was arrested by Swiss police Tuesday, amassed one of the largest personal fortunes in the world by playing middleman in the transfer of Western arms and technology to Arab oil states.

Estimates of the Saudi entrepreneur's wealth range up to \$4 billion. Much of it came from commissions paid during the 1970s by Western corporations that he guided in dealing with an Arab world flush with petrodollars and anxious to modernize.

He has close ties with the Saudi royal family and arranged their purchases of billions of dollars worth of equipment from the Lockheed and Northrop aircraft firms.

Khashoggi, 53, has also promoted oil, real estate, and agricultural and industrial ventures in developing nations.

His financial empire, consisting of several multinational companies

which he controls with his two younger brothers, is administered through the Riyadh-based Triad holding company, a name referring to the three Khashoggis.

Khashoggi won the ear of U.S. presidents Richard Nixon, Jimmy Carter and Ronald Reagan and also played courier in Middle East peace missions.

Khashoggi gave a public account in 1987 of his part in the shipment of U.S. weapons to Iran, Reagan's worst political crisis, saying he advanced \$1 million from his personal account to an Iranian arms merchant "to get the deal going" and end the Persian Gulf war.

His opulent lifestyle is in keeping with a prominent position in the international jet set. He maintains 12 homes, fully staffed at all times, in places such as New York, Paris, Monte Carlo and Kenya.

In 1985, his 1,300 acre retreat in Marbella, Spain, was the setting for

Please see KHASHOGGI, A-19

KHASHOGGI

From A-18

a lavish medieval-style 50th birthday party. Armor-clad knights on horseback greeted the 500 guests who were specially flown in on the host's private planes.

Khashoggi's air fleet includes a Boeing 727 and a DC8. On his lavish yacht, the Nabila, he has entertained members of royalty, celebrities such as film stars Brooke Shields and Raquel Welch, and elite powerbrokers Henry Kissinger and Lee Iacocca.

The 280-foot yacht has room for a disco, cinema and helicopter pad, but Khashoggi is said to be thinking of trading it for a larger one.

The son of the personal physician to the late King Ibn Saud, and nephew of a top Saudi defense official, Khashoggi was born on July 25, 1935. He was educated at Victoria College, an elite boarding

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In 1952 he attended Stanford University. But Khashoggi was more attuned to business activities than his studies. Although he had a personal secretary to help him with his homework, he dropped out after one semester.

His meteoric rise began when his father sent him \$10,000 to buy a car. Khashoggi invested the money in a truck instead which he then leased to a company back home.

While in his early twenties he put together his first major deal for the Saudi royal family. The transaction, involving the sale to the family of a collection of heavy-duty American trucks, earned him a commission of \$245,000.

He married a 15-year-old English girl, Sandra Jarvis-Daly, in

1962, whom he met while visiting Paris. She took the name of Soraya Khashoggi and bore him four sons and a daughter.

Khashoggi was first hired by Lockheed in 1964 to act as the middleman for its sale of Hercules transport planes to Saudi Arabia. His commission amounted to \$109 million.

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Swiss police seize Khashoggi in charges against Marcoses

TAP 4/19/89
ASSOCIATED PRESS

BERN, Switzerland — Adnan Khashoggi, the flamboyant Saudi financier once reputed to be the world's wealthiest man, was arrested Tuesday on charges he helped Ferdinand and Imelda Marcos hide riches stolen from the Philippines.

The jet-setting arms merchant, allegedly the man who brokered the Iran-Contra arms deal, was seized by police at an elegant Bern hotel and jailed, said Pierre Schmid, assistant director of the Swiss Federal Police Office. Schmid said the arrest came shortly after the U.S. Embassy tipped off Swiss authorities that Khashoggi was in the capital and demanded his arrest.

The United States plans to submit a detailed extradition request within 60 days as required by treaty, U.S. Embassy spokesman Michael Korff said. Khashoggi, the Marcoses, five other people and a

California bank were indicted in October by a U.S. District Court in New York.

The indictment accuses the ousted Philippines dictator and his wife of stealing \$103 million from the Philippine treasury to buy real estate and expensive art objects in New York. Overall, the Philippines says the couple took \$3.5 billion in cash and property.

The indictment said a Marcos associate backdated a deed to show that Khashoggi had assumed ownership of some New York office buildings owned by the ex-president.

The Philippines claims that after the Marcoses went into exile, their agents and Khashoggi carted away 25 paintings from New York properties owned by the Marcoses. The action allegedly came after a California federal judge ordered that none of the Marcoses' property could be moved.

Khashoggi allegedly sold a do-

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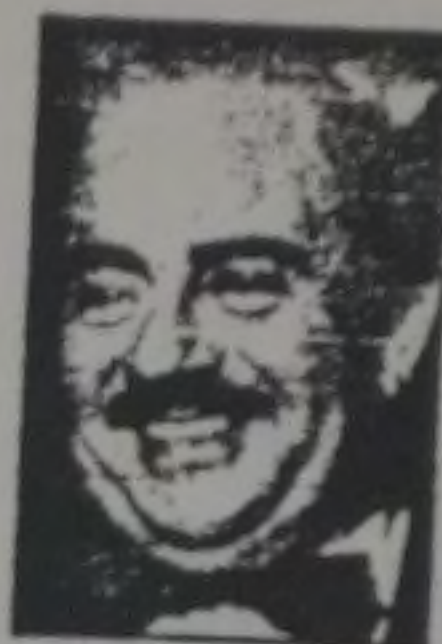
Khashoggi, 54, is charged with racketeering, conspiracy, obstruction of justice and mail fraud. Racketeering alone carries a penalty of up to 20 years in prison.

Khashoggi was quoted by a Saudi newspaper in October as denying the allegations contained in the indictment and classifying the case as a civil rather than criminal action.

Swiss authorities said a U.S. diplomatic note demanding Khashoggi's arrest also cited a collection of paintings that disappeared from a Manila museum. These included works by Rubens, El Greco and Franz Hals.

Khashoggi allegedly bought

Please see ARREST, A-19



KHASHOGGI:
Financier

ARREST:

Swiss holding Saudi financier

From A-15

them for Marcos as part of "obfuscation maneuvers" during the ex-president's reign, Schmid said.

Marcos fled into exile in Hawaii after the February 1986 civilian-military uprising that put Corazon Aquino in power.

Under the U.S.-Swiss extradition treaty, Swiss authorities must decide whether Khashoggi's alleged offenses are considered criminal acts under both U.S. and Swiss law.

Police arrested Khashoggi in a gentlemanly way without using handcuffs at the downtown, five-star Hotel Schweizerhof where he was staying, manager Jean-Jacques Gauer said.

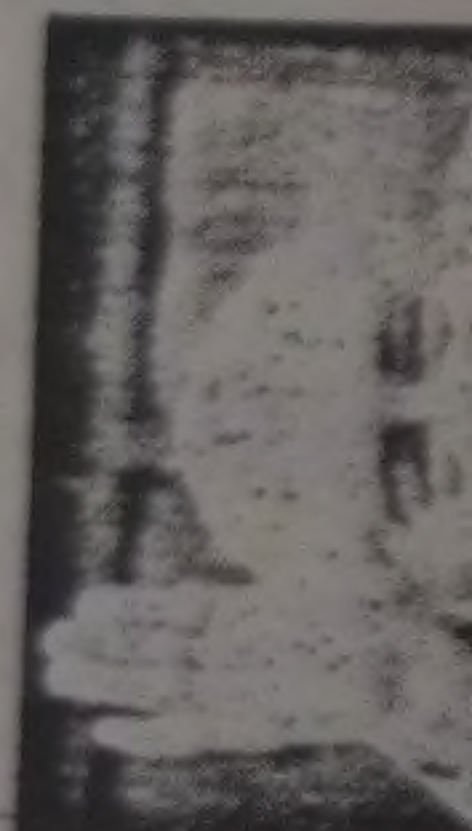
He was taken to the nearby district jail, the Swiss justice ministry said. Schmid indicated bail was likely to be set exceptionally high.

Khashoggi arrived in Switzerland Monday for unidentified medical treatment, a well-placed Swiss official said. Khashoggi, who has lived in Paris, has visited a Bern hospital in the past for rejuvenating fresh cell therapy.

His office in Saudi Arabia declined immediate comment.

Khashoggi has 10 days to file an appeal and request his release. The Federal Tribunal, Switzerland's supreme court, would have the final say if he fights an extradition order.

Born in Mecca as one of 14 children of the late King Ibn Saud's personal physician, Khashoggi became known for his flamboyant lifestyle and business talent. He figured in several kickback scandals, with U.S. aircraft manufacturers allegedly paying him large amounts for arranging billion-dollar defense



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The Philippines claims that after Marcoses went into exile, their assets and Khashoggi carted away paintings from New York properties owned by the Marcoses. The action allegedly came after a California federal judge ordered that some of the Marcoses' property be moved.

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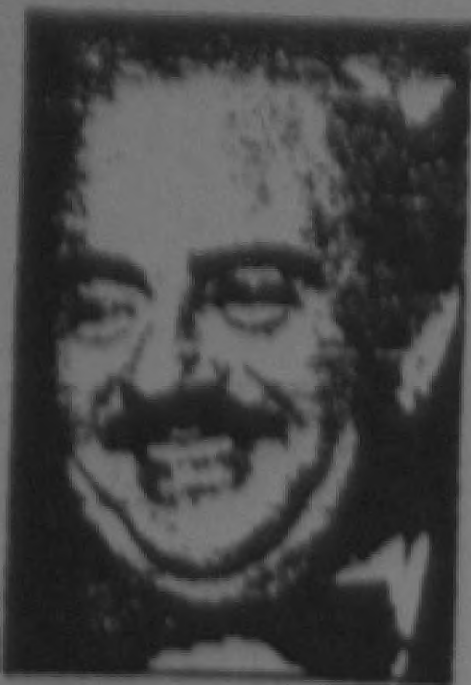
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He reputedly was the main financier and broker in the Iran-Contra affair, where proceeds from sales of U.S. arms to Iran allegedly were funneled to rebels fighting Nicaragua's leftist government.

Published reports once estimated Khashoggi's personal wealth at up to \$4 billion and he was reported to be the richest man in the world. But falling oil prices, stricter control of arms dealing and loss-making deals recently have reportedly left him in financial straits.



see Khashoggi

Khashoggi out on bail

Saudi linked to Marcos restricted by electronic cuffs

JUL 28 1989

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HC JUL 28 1989

Khashoggi out on bail

Saudi linked to Marcos restricted by electronic cuffs

NEW YORK (AP) — Saudi Arabian financier Adnan Khashoggi was freed from federal jail Thursday after posting \$10 million bail so he could live in his luxury apartment with an electronic bracelet limiting his movements.

Khashoggi, who had been in custody since his April 18 arrest in Switzerland, promised to stay in the country to face charges that he helped Imelda and Ferdinand Marcos defraud the Philippine Treasury.

Before being whisked away in a limousine, Khashoggi read a handwritten statement to a crush of photographers, reporters and spectators: "I am pleased that the courts have granted me bail. I am anxious to begin work for my defense and look forward to clearing my name at trial."

The limousine took him to the apartment he owns in the luxury Olympic Towers building on Fifth Avenue, next to St. Patrick's Cathedral.

He must wear an electronic bracelet, part of a system that would alert authorities if he ventured beyond a prescribed distance. He also was ordered to

surrender his passport and not to travel outside Manhattan, the Bronx and the city's northern suburbs.

His bail money came in the form of two \$5 million checks. One of the Barclays Bank checks was signed by his brother, Essam Khashoggi, and the other by his half-brother, Amr Khashoggi.

The bail was posted after an appeals judge refused to revoke a bail package granted Khashoggi earlier in the week.

U.S. District Judge John Keenan warned Khashoggi that if he flees he could be tried in absentia and could be prosecuted for jumping bail.

"I want to assure your honor that I will abide because I cherish the relationship with America," Khashoggi told the judge.

Keenan set a March 14 trial date for Khashoggi and his co-defendants.

Khashoggi, 54, has been in jail in New York since his extradition July 19 from Switzerland, where he was arrested on April 18.

Prosecutors had opposed Khashoggi's release because they claimed he had concealed his true

wealth and was likely to flee. Judge William Pierce of the 2nd U.S. Circuit Court of Appeals denied the appeal and upheld Keenan's bail package.

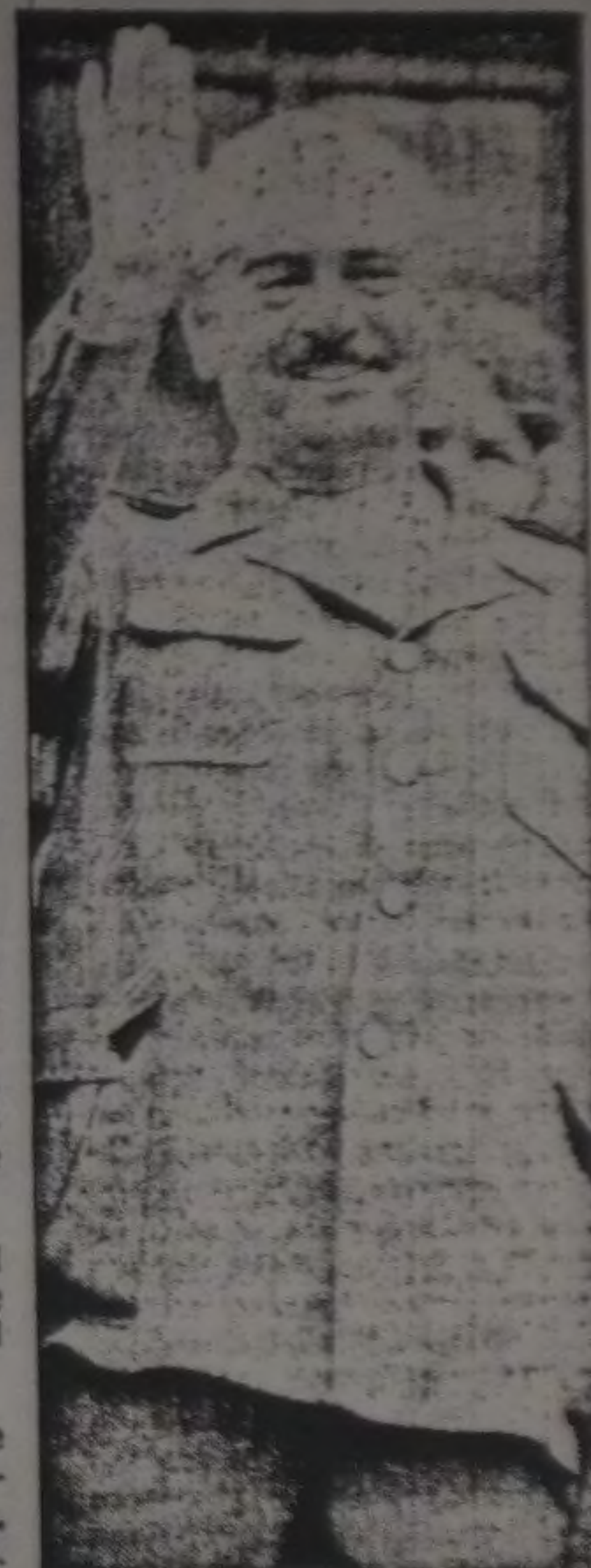
Khashoggi, the Marcoses, five other people and the California Overseas Bank in Los Angeles were indicted last October.

The Marcoses were accused of stealing more than \$100 million from the Philippine treasury to buy real estate and art in New York.

Khashoggi, who allegedly posed as the owner of some of the assets as a cover, was indicted on charges of racketeering, conspiracy, mail fraud and obstruction of justice. However, the Swiss government agreed to extradite him only on the last two charges.

He faces up to five years in jail and a \$250,000 fine on each of the two charges of mail fraud and obstruction of justice.

Khashoggi also is said to have been the main financier and middleman of the Iran-Contra affair, in which proceeds of illegal U.S. arms sales to Iran went to rebels fighting the Nicaraguan government.



Adnan Khashoggi leaves a federal courthouse in New York.

Swiss police seize Khashoggi in charges against Marcoses

THP 4/19/89
ASSOCIATED PRESS

BERN, Switzerland — Adnan Khashoggi, the flamboyant Saudi financier once reputed to be the world's wealthiest man, was arrested Tuesday on charges he helped Ferdinand and Imelda Marcos hide riches stolen from the Philippines.

The jet-setting arms merchant, allegedly the man who brokered the Iran-Contra arms deal, was seized by police at an elegant Bern hotel and jailed, said Pierre Schmid, assistant director of the Swiss Federal Police Office. Schmid said the arrest came shortly after the U.S. Embassy tipped off Swiss authorities that Khashoggi was in the capital and demanded his arrest.

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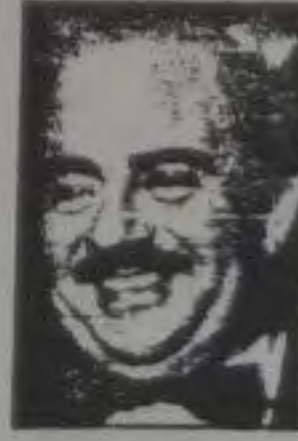
Khashoggi, 54, is charged with racketeering, conspiracy, obstruction of justice and mail fraud. Racketeering alone carries a penalty of up to 20 years in prison.

Khashoggi was quoted by a Saudi newspaper in October as denying the allegations contained in the indictment and classifying the case as a civil rather than criminal action.

Swiss authorities said a U.S. diplomatic note demanding Khashoggi's arrest also cited a collection of paintings that disappeared from a Manila museum. These included works by Rubens, El Greco and Franz Hals.

Khashoggi allegedly bought.

Please see ARREST, A-19



KHASHOGGI: Financier

ARREST: Swiss holding Saudi financier

From A-15

them for Marcos as part of "obfuscation maneuvers" during the ex-president's reign, Schmid said.

Marcos fled into exile in Hawaii after the February 1986 civilian-military uprising that put Corazon Aquino in power.

Under the U.S.-Swiss extradition treaty, Swiss authorities must decide whether Khashoggi's alleged offenses are considered criminal acts under both U.S. and Swiss law.

Police arrested Khashoggi in a gentlemanly way without using handcuffs at the downtown, five-star Hotel Schweizerhof where he was staying, manager Jean-Jacques Gauer said.

He was taken to the nearby district jail, the Swiss justice ministry said. Schmid indicated bail was likely to be set exceptionally high.

Khashoggi arrived in Switzerland Monday for unidentified medical treatment, a well-placed Swiss official said. Khashoggi, who has lived in Paris, has visited a Bern hospital in the past for rejuvenating fresh cell therapy.

His office in Saudi Arabia declined immediate comment.

Khashoggi has 10 days to file an appeal and request his release. The Federal Tribunal, Switzerland's supreme court, would have the final say if he fights an extradition order.

Born in Mecca as one of 14 children of the late King Ibn Saud's personal physician, Khashoggi became known for his flamboyant lifestyle and business talent. He figured in several kickback scandals, with U.S. aircraft manufacturers allegedly paying him large amounts for arranging billion-dollar defense contracts.

He reputedly was the main financier and broker in the Iran-Contra affair, where proceeds from sales of U.S. arms to Iran allegedly were funneled to rebels fighting Nicaragua's leftist government.

Published reports once estimated Khashoggi's personal wealth at up to \$4 billion and he was reported to be the richest man in the world. But falling oil prices, stricter control of arms dealing and loss-making deals recently have reportedly left him in financial straits.



Adnan Khashoggi leaves a federal courthouse in New York.

Khashoggi out on bail

Saudi linked to Marcos restricted by electronic cuffs

NEW YORK (AP) — Saudi Arabian financier Adnan Khashoggi was freed from federal jail Thursday after posting \$10 million bail so he could live in his luxury apartment with an electronic bracelet limiting his movements.

Khashoggi, who had been in custody since his April 18 arrest in Switzerland, promised to stay in the country to face charges that he helped Imelda and Ferdinand Marcos defraud the Philippine Treasury.

Before being whisked away in a limousine, Khashoggi read a handwritten statement to a crush of photographers, reporters and spectators: "I am pleased that the courts have granted me bail. I am anxious to begin work for my defense and look forward to clearing my name at trial."

The limousine took him to the apartment he owns in the luxury Olympic Towers building on Fifth Avenue, next to St. Patrick's Cathedral.

He must wear an electronic bracelet, part of a system that would alert authorities if he ventured beyond a prescribed distance. He also was ordered to

surrender his passport and not to travel outside Manhattan, the Bronx and the city's northern suburbs.

His bail money came in the form of two \$5 million checks. One of the Barclays Bank checks was signed by his brother, Essam Khashoggi, and the other by his half-brother, Amir Khashoggi.

The bail was posted after an appeals judge refused to revoke a bail package granted Khashoggi earlier in the week.

U.S. District Judge John Keenan warned Khashoggi that if he flees he could be tried in absentia and could be prosecuted for jumping bail.

"I want to assure your honor that I will abide because I cherish the relationship with America," Khashoggi told the judge.

Keenan set a March 14 trial date for Khashoggi and his co-defendants.

Khashoggi, 54, has been in jail in New York since his extradition July 19 from Switzerland, where he was arrested on April 18. Prosecutors had opposed Khashoggi's release because they claimed he had concealed his true

wealth and was likely to flee. Judge William Pierce of the 2nd U.S. Circuit Court of Appeals denied the appeal and upheld Keenan's bail package.

Khashoggi, the Marcoses, five other people and the California Overseas Bank in Los Angeles were indicted last October.

The Marcoses were accused of stealing more than \$100 million from the Philippine treasury to buy real estate and art in New York.

Khashoggi, who allegedly posed as the owner of some of the assets as a cover, was indicted on charges of racketeering, conspiracy, mail fraud and obstruction of justice. However, the Swiss government agreed to extradite him only on the last two charges.

He faces up to five years in jail and a \$250,000 fine on each of the two charges of mail fraud and obstruction of justice.

Khashoggi also is said to have been the main financier and middleman of the Iran-Contra affair, in which proceeds of illegal U.S. arms sales to Iran went to rebels fighting the Nicaraguan government.

see Khashoggi

HC JUL 28 1989

remember the name... and Casey... a bank in... JUL 28 1989... INVOLVING THE... ABOUT



Big City Beat

by Maxine

THE Sunday snooper: Joan Schnitzer got home from Ivana Trump's "ladies' weekend" last week at Mar-a-Lago in Palm Beach in time for her last-minute chores for the Escape Center benefit last Wednesday night. Joan chaired the event, which was at Benihana on Westheimer, and she got local celebs to turn out in abundance to "slave over hot Japanese stoves" to serve the ticket buyers. Actually, I think Benihana served most of the diners who went beyond the munching stage as they strolled and chatted with the chefs. Alex Trebek, whose schedule was tight in LA, nevertheless flew in Wednesday afternoon to be the auctioneer at the charity auction, then flew out the next morn. Among the celeb cooks were Josephine Abercrombie and one of her boxers, Frank Tate; Laura and Bob Sakowitz; former astronauts Gene Cernan and Walt Cunningham; Channel 2's Ron Stone; Tony Vallone; Texas Commerce Bancshares' Ben Love; Q-Zoo's John Lander; Norma Myers; Ed Gerlach; Harold Wiesenthal; Dr. Denton Cooley, who cooked with me; Lynn Wyatt and lots more. Lynn also was at Mar-a-Lago last weekend, as were Georgette Mosbacher, Barbara

Walters and other NY chums of Ivana. Schnitzer had to take a 1 p.m. plane to Houston last Sunday, so she missed the cruise on the famous Trump yacht. But Joan, refusing to miss at least seeing it, had some of the crew take her out in a dinghy at 10 a.m. to tour it — she's still raving about it. Donald Trump bought it some time ago from Adnan Khashoggi...

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Above, after benefit for Joan Schnitzer, the charity included Gene C.



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Khashoggi worth all
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to Marc Renzema, associate professor of criminal justice at Kutztown University in Pennsylvania, who knows the device.

A code will decide if this is Khashoggi; he will state his name and the conversation will be taped, Renzema said.

A black and white portrait of a man with a mustache, wearing a suit and bow tie. The image is grainy and appears to be a reproduction from a newspaper or magazine.

Khashoggi is restricted to the court's jurisdiction — Manhattan, the Bronx and the northern suburbs. However, the company that operates the Wristlet said it had not gotten instructions to set up another telephone device to monitor the defendant outside his home.

If the signal is lost for a certain period of time, "it phones home and says Mr. Khashoggi or whomever is not home anymore, send out the SWAT team," Renzema said.

In 1988, nearly 2,300 offenders were using electronic monitoring devices in 33 states, about three times the number using them a year earlier, according to Department of Justice statistics.

This year, 5,400 offenders in 37 states and Puerto Rico are making their presences known electronically, according to Renzema.

Offenders given the opportunity to use the devices are "white-collar offenders, people they are not worried are going to rape and kill," Renzema said.

He said most of those using the devices are on probation. An additional 1,200 to 1,300 are on work furloughs or early release who would be charged with escape if they miss a beep.

Enthusiasm for the monitoring devices is high and growing, Mahoney said, mainly because, "for the most part, it works."

But if a convicted drug dealer is released with a band and gets busy racking up sales, the device simply answers the question of where the inmate is: "All it means is he's in the home."

Khashoggi, once one of the world's richest men, submitted documents to the court last week indicating a net worth of \$53.8 million.

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A-4 / The Horse: Post/Friday, July 28, 1989

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Khashoggi Brothers bail Khashoggi out of jail

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Above, Joan Schnitzer; the chat included Gene C.

Khushoggi's cuff 'the hottest thing'

NEW YORK (AP) — The band around Adnan Khashoggi's right ankle is the size of a snazzy Rolex watch, but it's Khashoggi who is being watched, not the time.

Khashoggi was released Thursday on \$10 million bail on the condition he wear the black band that will keep tabs on his whereabouts.

"It's not the be-all, end-all panacea — but it's the hottest thing in the business," said Michael Mahoney, executive director of the Chicago-based John Howard Association, a prison watchdog group.

Khashoggi, who is being tried in U.S. District Court in Manhattan, is charged with mail fraud and obstruction of justice for allegedly helping Ferdinand and Imelda Marcos plunder the Philippine Treasury.

After his release Thursday, he was driven to an apartment he owns in the luxury Olympic Towers building on Fifth Avenue.

The duplex apartment, featured in House & Garden magazine in 1984, was carved out of 16 apartments and contains such amenities as a swimming pool in a two-story atrium, a sauna, a 7-by-10-foot bed covered in sable, marble floors and Cartier knickknacks.

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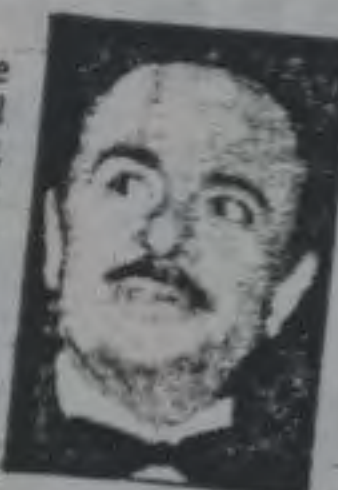
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Khashoggi

HP 7/27/89 NATION Khashoggi

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(North and Casey). In February 1986 involving the... remember the... a bank in... the... with... about

OFFICE OF INDEPENDENT COUNSEL
555 THIRTEENTH STREET, N.W.
SUITE 701 WEST
WASHINGTON, D.C. 20004
(202) 383-8940

October 31, 1989

BY HAND

C. Boyden Gray, Esq.
Counsel to the President
The White House
1600 Pennsylvania Avenue, N.W.
Washington, DC 20500

Dear Mr. Gray:

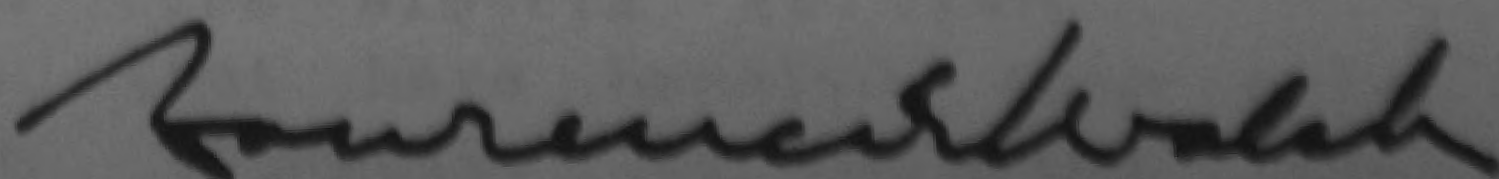
Your letter of October 25, 1989, is acknowledged. I regret your conclusion that the problems presented by my letter do not merit a discussion with the President or a contact in the White House. I believe that you have belittled the gravity of the problem which is evolving.

I shall, when appropriate, take advantage of the willingness of the Attorney General to discuss problems with me. It would be misleading, however, not to point out that the Attorney General is in a difficult position to adjust the attitudes of the intelligence agencies -- only the White House can do that. The Attorney General comes into the CIPA process at the very end, after the intelligence agencies have in essence refused to comply with a district court order. The delays in Fernandez, as well as early experiences in North, show an adherence to over-protective classification concepts that will be difficult to reconcile with a realistic commitment to prosecute high-ranking national security officials for crimes committed in office.

Although you have not dealt specifically with my request for a White House contact, we understand your letter as a rejection of the relationship enjoyed with the Reagan Administration and a return to a conventional, more formal attitude towards those conducting an investigation.

You may be sure that I appreciate the attention you have given this matter.

Sincerely yours,



Lawrence E. Walsh
Independent Counsel

* two arms sales transactions took place, one in August 1985 and one in February 1986 involving the " (North and Casey), a bank in ... remember the name ...

also known as Skandari, who lived in Amoraleja, which is about 3-1/2 miles outside of Madrid. WHO IS FONSECA?

NEED MUCH MORE ON SPAIN.

E.R.T. of Madrin also made weapons for sale to Iran. DETAILS.

.MDUL/SWEDEN.MDNM/

***To Sweden also add Adel Surur, a nationalized Swede and his company, Monte Carlo International Business, S.A., which was located in Monte Carlo, through which TOW sales were conducted. Surur was born in Lebanon and moved to Sweden, where he became a naturalized citizen. He fronted for Khashogi and thought I should be very impressed when he introduced me to Khashogi in 1985 in London. [REDACTED]

Khashogi and I see him every other month here in [REDACTED]. I know he is in town because I see his Boeing 727 parked at [REDACTED]. In any case, Surur uses his Monte Carlo company and his Swedish connections to provide a further cut out for Khashogi. [REDACTED]. No one, but no one has this information. I could go on further but right now it is enough to say that this is how part of the Iran-contra arms sales were handled and that Surur maintained business offices in Frankfurt and Stockholm through which he transacted arms purchases and financing for Khashogi and by extension for North and company.***

DOLLAR VALUE OF BOFORS?***Total value was nearly \$4 Billion from 1980 through 1987.***IS NAME CORRECT?

The assassination of Prime Minister Olaf Palme is related to what follows. CHECK TITLE AND DATE OF ASSASSINATION.

Since 1979, the Bofors Nobelkrut company LOCATION? has been a major seller of weapons and powder for Iran. The company shipped detonators, powder, plastic explosives, rocket-propelled grenades 105-millimeter and 155-millimeter howitzers and shells, and other arms. The shipments to Iran were routed through third countries for concealment. Those countries included India, Singapore, Yugoslavia and South Africa and many West European countries, including The Netherlands, Norway, Denmark, Finland, Belgium, Scotland and Italy.

The Swedish government claims on its official records that Bofors shipped 42 howitzer guns to Nigeria. In point of fact, there are only 25 such guns in Nigeria; the rest -- in fact one extra, making the total 18 -- were routed to Iran in 1986 with the knowledge and approval of Bofors and the Swedish government. CAN WE NAME ANY SWEDISH OFFICIALS? The London-based Institute for Strategic Studies counted the guns in Nigeria and there are 25. The U.S. Central Intelligence Agency helped fly the guns from Nigeria to Iran.

The trading companies that have handled such sales in Sweden include Scandinavian Commodity AB in Malmo. The major

REFERENCES ON
BOFORS AND OLAF
Palma
Page 1 of 2

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... and company...
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REFERENCES ON
BOFORS AND OIAF
PALMA
BOFORS?

* TWO arms sales transactions took place. One ... AUGUST 1985 and one in February 1986 involving the United States (North and Casey), a bank in the Cayman Islands (I can't remember the name and am trying to locate my notes.), KMS Ltd., an acronym for Kinee Minee Services, of London, which is owned by Tiny Rowlands, Adnan Khashoggi and his banks in Monte Carlo and Geneva and Manucher Ghorbanifar.

The first shipment was shipped from the United States and England by ship on the 15th of September 1985.

The sales originated with North and Casey. The weapons came from stores in United States and England. Banking was done through Monte Carlo and Switzerland. I can guarantee you that no one has even a remote idea of the banks or bank accounts involved. Further, no one has ever tied Rowlands to the money in Iran contra.

I am still trying to find my notes so I can supply more details.

These sales involved 10,000 TOW missiles (National Stock Number 1410-01-007-2507), all purpose missile launchers (National Stock Number 1440-00-169-1764) and HAWK electronic guided missile intercept system parts (National Stock number 1425010789 ; Foreign Sales Number 1425-00-183-5990). from the United Kingdom and the United States to Iran.

The money was handled, in paying commissions, as follows: I have copies of two checks, one for \$1 million and one for \$4 million made out by Manucher Ghorbanifar to Adnan Khashoggi. I also have documents showing the transfer of \$12 million in four \$3 million checks to an account in Monte Carlo. They show payments through Ghorbanifar to Khashoggi. Tiny Rowlands in London and David Kimche of Israel funneled the money, for North and company, into Khashoggi's account. The funds went through the Cayman Islands. The banks I can document as being involved are:

Bank of Credit and Commerce International, 33 Boulevard Pirinice Charlotte, Monte Carlo, check number 86826805, presented for payment on 14 February 1986 drawn by Manuchehr Ghorbanifar on Credit Suisse for \$3 million.

Bank of Credit and Commerce International, same address, checks numbered 86826808 and 86826809 presented for payment 14 February 1986 by Manuchehr Ghorbanifar on the Credit Suisse for \$3 million dollars each.

Bank of Credit and Commerce International, same address, check numbered 86826807 presented on 14 February 1986 by Ghorbanifar on the Credit Suisse for the sum of \$3 million.

I have a letter from Bank of Credit and Commerce International dated 10 April 1986 validating these checks.

I also have a letter from Khashoggi, dated September 10, 1985, to Banque Libano Francaise (France), Monte Carlo, instructing Banque Libano Francaise to deposit \$4 million into his account number 032046027 in this bank on September 20, 1985.

I have another letter from Khashoggi instructing Mr. Odie (no first name given) to transfer \$1 million from his account number 03 20 46027 with Banque Libano Francaise (France), Monte Carlo, Monaco, by telex to Khashoggi's account number T.E. 745855-02-2, Credit Suisse, 2 Place Belair, Geneva, Switzerland.

These proceeds went to pay the groups involved in these transactions: KMS Ltd. in London, Adnan Khashoggi, David Kimche of Israel, Adel Surur of Sweden, Ghorbanifar of heaven only knows where. The money trail below represents not only the money for the purchases, but also the money paid as commissions on the purchases and three of the bank accounts used to divert funds to the contras. The Monte Carlo, Monaco accounts have never before surfaced in front of any committee.

REFERENCES

OH ADNAN KASHOGGI
PAGE 1 OF 1

* two arms sales transactions took place, one in AUGUST 1985 and one in February 1986 involving the United States (North and Casey), a bank in the Cayman Islands (I can't remember the name and am trying to locate my notes.). KMS Ltd., an acronym for Kinee Minee Services, of London, which is owned by Tiny Rowlands, Adnan Khashoggi and his banks in Monte Carlo and Geneva and Manucher Ghorbanifar.

The first shipment was shipped from the United States and England by ship on the 15th of September 1985.

The sales originated with North and Casey. The weapons came from stores in United States and England. Banking was done through Monte Carlo and Switzerland. I can guarantee you that no one has even a remote idea of the banks or bank accounts involved. Further, no one has ever tied Rowlands to the money in Iran contra.

I am still trying to find my notes so I can supply more details.

These sales involved 10,000 TOW missiles (National Stock Number 1410-01-007-2507), all purpose missile launchers (National Stock Number 1440-00-169-1764) and HAWK electronic guided missile intercept system parts (National Stock number 1425010789 : Foreign Sales Number 1425-00-183-5990). from the United Kingdom and the United States to Iran.

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Bank of Credit and Commerce

Monte Carlo and Geneva and Manucher Ghorbanifar.

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I have another letter

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REFERENCES

ON ADNAN KASHOGGI
Page 1 of 1

contact there is Karel Eric Schmitz. As the number of shipments increased, the business became too large for Scandinavian Commodity to handle alone. So Schmitz got Bofors, the manufacturer, to help in the trading. The Bofors contact in Stockholm was Mats Lundberg.

_____ attended a variety of meetings where details of these transactions were discussed. He has bills of lading from the Swedish companies showing the movement of the weapons from Sweden to Iran. Not only is the shipper's name listed and signed for, but the bills are also signed by the recipients in Teheran: employees of Iran's National Defense Industries Organization, known as N.D.I.O. in the weapons trade. Among the Swedish banks that financed such deals were Skandinaviska Enskilda Banken and PK Banken.

There are many, many countries and arms dealers involved in the enormous volume of Bofors sales, besides those listed above. They included Peter Hill of Argentina, Alfred Modir of Belgium, Empoesna National Explosives of Chile, Muiden Chemie of The Netherlands, E.R.T. of Spain and Ampol Limited of Switzerland. In Sweden, besides Schmitz and Lundberg, Aatto Rantanen of Gotheburg aided the deals. WHAT IS TOTAL DOLLAR VALUE OF BOFORS SALES?

Olaf Palme found out about these shipments WHEN? and tried to put a stop to it. In 1984, Iran and its friends met in Damascus. Syria and plotted Palme's assassination. Associates of Brenneke's were at the meeting. The assassination WHEN? was carried out by Kurds, supported by Iran. Swedish police did not do a thorough investigation: Bofors has a lot of influence IS THAT RIGHT? _____ has a photograph of the assassin, as well as 200 pages of back-up documents of the deals and events described in this section.

Swedish journalists are intensely interested in these deals, and a major newspaper WHICH ONE? there sent two reporters all the way to _____ to knock on _____. But he refused to see them. He is saving the material for this book.

It would be hard to underestimate the potential impact of this information in Sweden.

.MDUL/SWITZERLAND.MDNM/

Switzerland has not merely been a banking center for the Reagan Administration's Iran initiatives. There are many active Swiss arms dealers who are still arranging sales of weapons to terrorists. One is Andreas Jenni WHERE? who sold \$27 million in weapons to Iran and terrorists in 1981 alone. Peter Jeney of Zug manufactured submachine guns for sale to insurgents in Africa and terrorists in the Middle East.

The companies that handle weapons shipments include Tradeco of Geneva, Eurel A.G. of Luzern (Franco Bussmann and Peter Niederberger), Ampol Ltd. WHERE?, Serfina, S.A. of Fribourg and Clipper Airlines (Waldemar Haas and Peter Thaler).

REFERENCES ON
BOFORS AND OLAF
PALME
Dec 2 1982

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The companies that handle weapons shipments include Tradeco of Geneva, Eural A.G. of Luzern (Franco Bussmann and Peter Niederberger), Ampol Ltd. WHERE?, Serfina, S.A. of Fribourg and Clipper Airlines (Waldemar Haas and Peter Thaler).

REFERENCES ON
Bofors and Olaf

SUMMARY OF INVESTMENTS

DATE

PAYMENT
\$

COLLECTION
\$

BALANCE
\$

THE LITMAS FINANCIAL (TRUSTED) TRUST CO.

1. 08-04-85 PAYMENT AGAINST CHECK NO: 04 052 544 FOR \$ 1,000,000 DATED 17-04-85	1,000,000		(1,000,000)
30-04-85 COLLECTION OF CHECK NO: 04 052 544		1,000,000	0
2. 1-09-85 PAYMENT AGAINST CHECK NO: 05 200 564 FOR \$ 4,000,000 DATED 14-09-85	4,000,000		(4,000,000)
20-09-85 COLLECTION OF CHECK NO: 05 200 564		4,000,000	0

IN CASE OF CREDIT AND COMMERCE TRUST CO.

1. 02-04-86 PAYMENT AGAINST CHECK NO: 06 026 806 FOR \$ 3,000,000 DATED 14-04-86	3,000,000		(3,000,000)
02-04-86 PAYMENT AGAINST CHECK NO: 06 026 807 FOR \$ 3,000,000 DATED 14-04-86	3,000,000		(6,000,000)
02-04-86 PAYMENT AGAINST CHECK NO: 06 026 808 FOR \$ 3,000,000 DATED 14-04-86	3,000,000		(9,000,000)
02-04-86 PAYMENT AGAINST CHECK NO: 06 026 809 FOR \$ 3,000,000 DATED 12-04-86	3,000,000		(12,000,000)
28-04-86 COLLECTION OF CHECK NO: 06 026 806		500,000	(11,500,000)
05-05-86 COLLECTION OF CHECK NO: 06 026 806		2,500,000	(9,000,000)
05-05-86 COLLECTION OF CHECK NO: 06 026 807		1,500,000	(7,500,000)
05-05-86 COLLECTION OF CHECK NO: 06 026 808		3,000,000	(4,500,000)
05-05-86 COLLECTION OF CHECK NO: 06 026 809		3,000,000	(1,500,000)
11-05-86 COLLECTION OF CHECK NO: 06 026 807		1,500,000	0
TOTAL	17,000,000	17,000,000	

CH-1211 GENEVE 11, PLACE BEL-AIR

425

1000000000
17-8-85
263338-92-1
CH-1211 GENEVE 11, PLACE BEL-AIR

84852544>02510233939200142530040001<

Label code de la carte de paiement - Date d'expiration de la carte de paiement - Label code de la carte de paiement - Label code de la carte de paiement

SOURCE #100392

CH-1211 GENEVE 11, PLACE BEL-AIR

4251

1000000000
19-9-85
283838-92-1
CH-1211 GENEVE 11, PLACE BEL-AIR

85200564>025102838389200142510040001<

CH-1211 GENEVE 11, PLACE BEL-AIR

425

For million 11.5 Dollars 1000000
ADMAN M. KACHAGG
GENEVA
17-8-85
CH-1211 GENEVE 11, PLACE BEL-AIR
263336-92-1

84852544>0251023393!7200142580040001<

Lebanon coffee house in place. The house has been built. The house is built. The house is built. The house is built.

SOURCE #100392

CH-1211 GENEVE 11, PLACE BEL-AIR

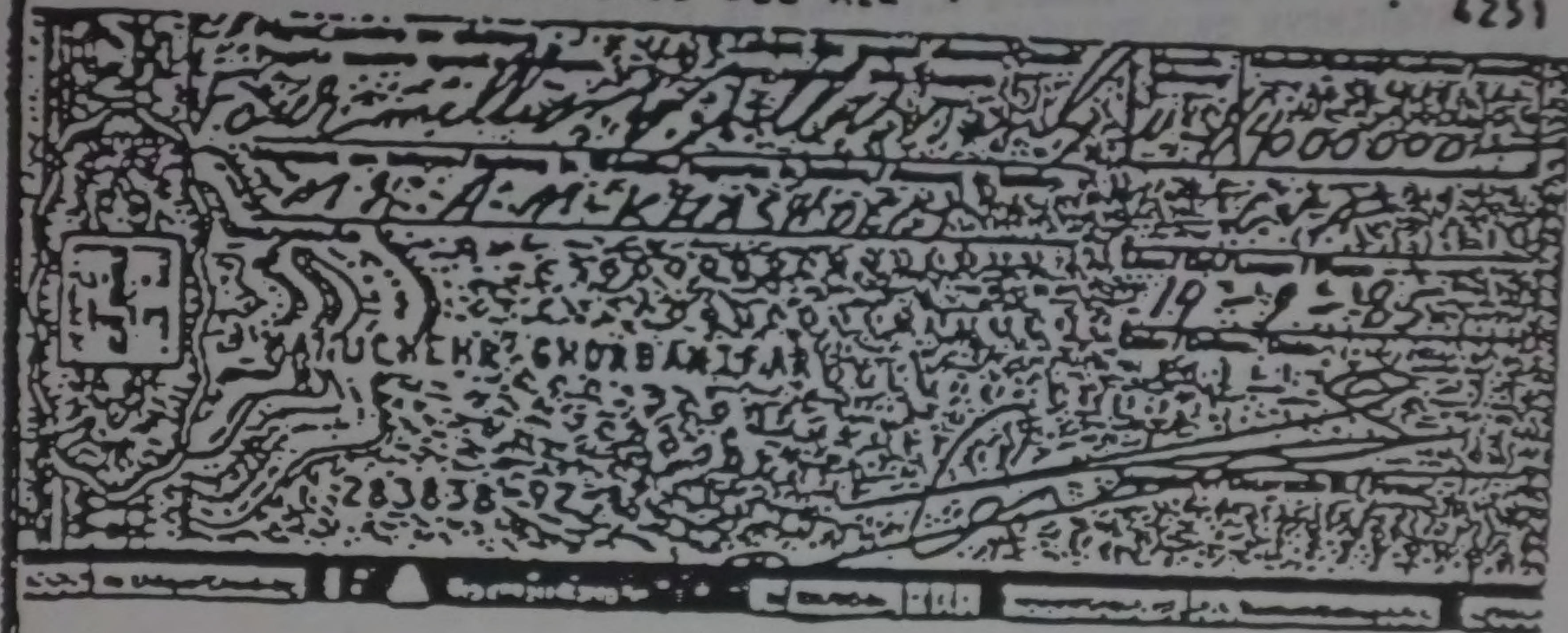
4251

84852544>0251023393!7200142580040001<

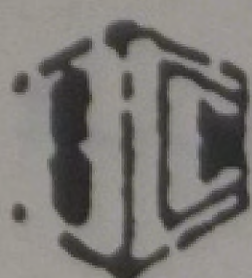
Label code on back Date of issue Label code on back Label code on back Label code on back

C4-1218 GENVE 91, PLACE BEL-AIR

4251



85200564>025102838389200142510040001<



BANK OF CREDIT AND COMMERCE INTERNATIONAL
INCORPORATED LIMITED
33, RUE PRINCESSE CHARLOTTE MONTE CARLO PRINCIPALITE DE MONACO

Monte-Carlo,
le 10 Avril, 1988

ATTESTATION
=====

SOURCE #100392

NOUS SOUSSIGNES, BANK OF CREDIT AND COMMERCE INTERNATIONAL, 33 RUE PRINCESSE CHARLOTTE A MONTE-CARLO, CERTIFIONS QUE LE CHEQUE N° 88898805, PRESENTE LE 14/3/86, TIRE PAR MR. MANUCHEHR GHORBANIFAR SUR LE CREDIT SUISSE POUR UN MONTANT DE USD. 3.000.000,- (TROIS MILLIONS DE DOLLARS), A ETE REGLE COMME SUIV :

- USD 500.000,- (CINQ CENT MILLE DOLLARS) LE 26/3/86
- USD 2.500.000,- (DEUX MILLIONS CINQ CENT MILLE DOLLARS) LE 3/3/86

LES CHEQUES N° 88828808 ET N° 88828807, PRESENTES LE 14/2/86, TIREES PAR MR. MANUCHEHR GHORBANIFAR SUR LE CREDIT SUISSE, POUR LES MONTANTS RESPECTIFS DE USD 3.000.000,- (TROIS MILLIONS DE DOLLARS) ET USD 3.000.000,- (TROIS MILLIONS DE DOLLARS), ONT ETE REGLES LE 3/3/86.

LE CHEQUE N° 88828807, PRESENTE LE 14/2/86, TIRE PAR MR. MANUCHEHR GHORBANIFAR SUR LE CREDIT SUISSE, POUR UN MONTANT DE USD 3.000.000,- (TROIS MILLIONS DE DOLLARS), A ETE REGLE COMME SUIV :

- USD 2.500.000,- (UN MILLION CINQ CENT MILLE DOLLARS) LE 6/3/86
- USD 1.500.000,- (UN MILLION CINQ CENT MILLE DOLLARS) LE 11/3/86

CETTE ATTESTATION A ETE DELIVREE A LA DEMANDE DE MR. GHORBANIFAR, POUR SERVIR ET FAIRE VALOIR CE QUE DE DROIT,



LE 10 AVRIL 1988

BANQUE LIBANO FRANCAISE (France)
MONTE-CARLO

September 10, 1985

RE : Account No. 032046027

SOURCE #100392

Gentlemen,

Please arrange for the depositing of this check in the amount of four million U.S. Dollars (\$ 4'000'000.-- US Dollars) to my account No. 03 20 46027 so that my account has good funds on September 20, 1985.

Please advise Mr Sami Fadel of my Geneva Office at 32.20.05 when the transaction is completed.

Thanking you in advance

Very truly yours

Adnan M. K. KHASHOGGI

ADNAN M. K. KHASHDOZI
P.O. BOX, B.S. ARABIA

August 7th, 1985

SOURCE #100392

BANQUE LIBANO FRANÇAISE (FRANCE)
MONTÉ-CARLO

Re: Account Number 03 20 46027

Gentlemen,

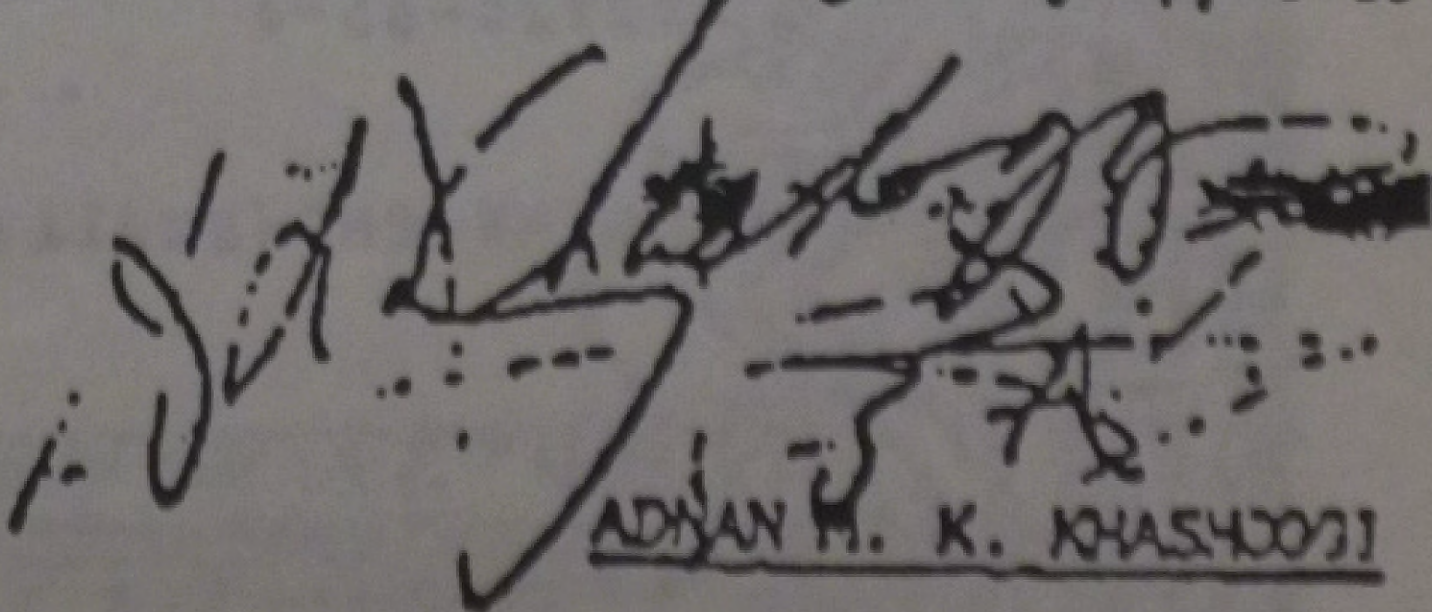
Please charge my account No. 03 20 46027 in the amount of One Million
U.S. Dollars (USD 1,000,000) and transfer the funds by telex to :-

ACCOUNT NO. T.E. 745855-02-2
CREDIT SUISSE
2, PLACE BELAIR
GENEVA, SWITZERLAND

Attention: Mr Odie:

Your immediate attention to this transfer request will be greatly appreciated.

Very Truly Yours.


ADNAN M. K. KHASHDOZI

429

84852544>0251023393:72001.42580040001<

Below are some of the the good and new features the best of the world the best of the world

SOURCE #100392

4251

85200564>025102838389200142510040001<

PROMEX
PROMEX
EXPLORATIONS GMBH

V.

DATA SYSTEMS GROUP

PROMEX · Gustav-Heinemann-Ring 133 · D-8000 München 83

Gustav-Heinemann-Ring 133
D-8000 München 83

Pho.: 089/87 80 09 24
Fax: 089/87 80 09 80

TO: SITICO
ATTN: HASSAN IBRAHIM

FM: WERNER ERHARD

YOUR REF.

OUR REF.

DATE OCT 11, 1989

REF: FINANCING

I HAD FEED BACK TODAY FROM TWO BANKS. BOTH OF THEM CAN ACCEPT L/C AS OFFERED FOR SECURITY. INTEREST RATE WILL BE LIBOR PLUS 1 to 1.5% YEAR. REPAYMENT TO BE NEGOTIATED.

FINAL EMISSION WILL DEPEND ON

- ° COST OF INSURANCE (LLOYDS/ GERLING)
- ° AMOUNT OF FEES TO BE CHARGED BY YOU/ YOUR PEOPLE AND ME.

1. MADRID BANK IS WILLING TO FINANCE ALL GOODS WHICH CAN BE DELIVERED OUT OF SPAIN INCL. CAIS AND STEEL. THEY ASK ME TO CHECK IF THEY CAN HAVE PART OF THE TRUCK BUSINESS EXCEPT THE MACK TRUCKS TO COME FROM THE STATES. PLEASE LET ME KNOW GIVING TRUCK TYPE AND PAYLOAD.

ON RECEIPT OF THIS INFORMATION THEY WILL COME BACK TO ME BY END OF THIS WEEK FOR AMOUNT AND CONDITIONS THEN.

2. GENEVA CONSORTIUM. IS CONSIDERING FULL AMOUNT REQUESTED. DUE TO THE SEIZE OF LOAN BOARD OF DIRECTORS CONSENT WILL BE NECESSARY BUT AMOUNT HAS BEEN RESERVED FOR OUR CLIENT.

THEY ALSO WILL CALL ME BY FRIDAY LATEST FOR THE PROCEEDINGS.

ALSO I AM TALKING TO HYPOBANK WHERE A PERSONAL FRIEND IS SITTING AND AN ITALIAN GROUP. OUR LAUSANNE FRIENDS YESTERDAY HAD A MEETING WITH UBS AND A LUXEMBURG BASED GROUP. I WILL KEEP YOU POSTED.

I AM QUITE CONFIDENT THAT WE SHALL CAN PRESENT TO OUR CLIENTS ACCEPTABLE PACKAGE WITHIN NEXT TEN DAYS.

PROMEX
EXPLORATIONS GMBH

DATA SYSTEMS GROUP

PROMEX · Gustav-Heinemann-Ring 133 · D-8000 München 83

Gustav-Heinemann-Ring 133
D-8000 München 83

Pho.: 089/67 80 09 24
Fax: 089/67 80 09 80

VUFAG
VERWALTUNGS- & FINANZIERUNGS- A.G.
ATTN: HEINZ POLLMANN

32, RUE DE MALATREX
CH- 1201 GENEVE

YOUR REF. FAX DATED OCT. 25, 1989

DATE OCT. 25, 1989

DEAR HEINZ,

FOR OBVIOUS REASONS CENTRAL BANK WILL NOT ISSUE AN OFFICIAL REQUEST.

BUT THEY WILL COOPERATE WHEN DETAILS FOR FINANCIAL TRANSACTION WILL BE AVAILABLE AND AGREED MUTUALLY AND ALSO A BANK HAS BEEN NOMINATED BY THE FINANCING GROUP.

WE THEREFORE WOULD APPRECIATE TO GO FURTHER AS FOLLOWS:

1. CREDIT-AMOUNT : US\$ 100, 000, 000 MORE OR LESS
2. BENEFICIARY : SITICO INTERNATIONAL INC. MINNEAPOLIS, MN 55401, USA OR SITICO HOLDING LTD.
3. SECURITY : LETTER OF CREDIT AS PRESENTED ALREADY ISSUED BY CENTRAL BANK OF IRAQ FOR CAPITAL AND INTEREST (ACCUMULATED), DETAILS TO BE NEGOTIATED.
4. TERM/ REPAYMENT : MIN. 2 YRS. BETTER 5 YRS.
5. INTEREST RATE : FIXED RATE FOR TOTAL PERIOD
6. EMISSION : ACCORDING INTERNATIONAL STANDARD.

SITICO WILL OPEN AN ACCOUNT AT LENDERS BANK IN GENEVA FROM WHERE CONTACTS WILL BE MADE THEN FOR DELIVERY OF SECURITIES FROM CENTRAL BANK AND ALSO PAYMENTS TO SUPPLIERS IF SUITABLE.

SINCERELY

WERNER E. ERHARD

CC: SITICO INTERNATIONAL
ATTN: HASSAN IBRAHIM
MINNEAPOLIS, MINNESOTA